					Г	ST DEPARTMENT DIVISION O	OF NA			5		AMEN	FO NDED REPO	RM 3	
		APP	LICATION F	OR I	PERM	IT TO DRILL					1. WELL NAME and		R 2-12K1BS		
2. TYPE C		RILL NEW WELL (REENTE	R P&/	A WFII	DEEPE	N WELL				3. FIELD OR WILDO		L BUTTES		
4. TYPE C											5. UNIT or COMMU	NITIZA [.]	TION AGR	EEMENT	NAME
6. NAME	OF OPERATOR					nane Well: NO					7. OPERATOR PHON	1E	L BUTTES		
8. ADDRE	SS OF OPERA	TOR	RR-MCGEE OII			<u> </u>					9. OPERATOR E-MA	IL	29-6515		
10. MINE	RAL LEASE N		P.O. Box 17377			CO, 80217 INERAL OWNE	RSHIP	1			julie.ja 12. SURFACE OWNE		@anadarko	.com	
(FEDERA	L, INDIAN, OF UT S	R STATE) T UO 01997-A ST			FEDE	RAL 🔲 IND	IAN 🦲	STATE (FEI		FEDERAL INC	DIAN 🦲	STATE	(FEE 🔵
13. NAME	OF SURFACE	OWNER (if box :	12 = 'fee')								14. SURFACE OWN	R PHO	NE (if box	12 = 'fe	ee')
15. ADDR	ESS OF SURF	ACE OWNER (if b	ox 12 = 'fee')							16. SURFACE OWNE	R E-MA	AIL (if box	12 = 'f	ee')
		OR TRIBE NAME				ITEND TO COM		E PRODUCT	ION FRO	М	19. SLANT				
(II box 12	2 = 'INDIAN')				YES ((Submit C	omming	gling Applicat	ion) NO		VERTICAL DIR	ECTION	IAL 📵	HORIZON	ITAL 🛑
20. LOC	ATION OF WE	LL		FOC	OTAGE	s	QT	R-QTR	SEC	TION	TOWNSHIP	R	ANGE	МЕ	RIDIAN
LOCATIO	ON AT SURFAC	CE	247	3 FNI	L 2359	9 FWL	5	SENW	1	2	10.0 S	2	2.0 E		S
Top of U	ppermost Pro	ducing Zone	256	7 FSI	L 2142	2 FWL	1	NESW	1	2	10.0 S	2	2.0 E		S
At Total	Depth		256	7 FSI	L 2142	2 FWL	1	NESW	1	2	10.0 S	2	2.0 E		S
21. COUN	ITY	UINTAH			22. DI	ISTANCE TO N		T LEASE LIN	E (Feet)		23. NUMBER OF AC		DRILLING 674	UNIT	
						ISTANCE TO Nied For Drilling	or Co	mpleted)	AME PO	DL	26. PROPOSED DEP		TVD: 84:	54	
27. ELEV	ATION - GROU	JND LEVEL		\dashv	28. BC	OND NUMBER	81	65			29. SOURCE OF DRI				
		5200					2201	13542			WATER RIGHTS AP		L NUMBER 8496	IF APP	LICABLE
						ole, Casing,				n					
String Surf	Hole Size	Casing Size 8.625	Length 0 - 2170		i ght 3.0	Grade & Th		Max Mu			Cement		Sacks 180	Yield 1.15	Weight 15.8
Juli	11	0.023	0 2170			J JJ LI		0.2		Type V Class G		270	1.15	15.8	
Prod	7.875	4.5	0 - 8478	11	1.6	I-80 LT8	šС	12.5 Pre		Premium Lite High Strength		270	3.38	11.0	
											50/50 Poz		1150	1.31	14.3
						Α٦	ГТАСН	IMENTS							
	VERIFY T	HE FOLLOWIN	G ARE ATTA	CHE	ED IN	ACCORDAN	CE WI	TH THE U	тан оіі	AND (GAS CONSERVATI	ON GE	NERAL F	RULES	
⊮ w	ELL PLAT OR	MAP PREPARED E	BY LICENSED	SURV	/EYOR	OR ENGINEER	₹	№ сом	IPLETE D	RILLING	PLAN				
AF	FIDAVIT OF S	TATUS OF SURFA	CE OWNER A	GREE	MENT	(IF FEE SURF	ACE)	FOR	4 5. IF O	PERATO	R IS OTHER THAN TI	HE LEAS	SE OWNER	t	
DRILLED		URVEY PLAN (IF	DIRECTIONA	LLY C	OR HOI	RIZONTALLY		№ ТОРО	OGRAPHI	CAL MAI	P				
NAME G	ina Becker			TI	TLE Re	egulatory Analys	st II			PHON	E 720 929-6086				
SIGNAT	URE			DA	ATE 09,	/13/2011				EMAIL	gina.becker@anadark	co.com			
	iber assign)4751965(AF	PPROV	AL				Perr	O ÇYÜÜ nit Manager				

NBU 1022-12F4 Pad Drilling Program
1 of 7

Kerr-McGee Oil & Gas Onshore. L.P.

NBU 1022-12K1BS

Surface: 2473 FNL / 2359 FWL SENW BHL: 2567 FSL / 2142 FWL NESW

Section 12 T10S R22E

Uintah County, Utah Mineral Lease: UT ST UO 01197-A ST

ONSHORE ORDER NO. 1

DRILLING PROGRAM

Estimated Tops of Important Geologic Markers: Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1066	
Birds Nest	1358	Water
Mahogany	1722	Water
Wasatch	4102	Gas
Mesaverde	6275	Gas
MVU2	7236	Gas
MVL1	7788	Gas
TVD	8454	
TD	8478	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program</u>:

Please refer to the attached Drilling Program

6. <u>Evaluation Program</u>:

Please refer to the attached Drilling Program

Drilling Program 2 of 7

NBU 1022-12F4 Pad Drilling Pro

7. <u>Abnormal Conditions</u>:

Maximum anticipated bottom hole pressure calculated at 8454' TVD, approximately equals 5,411 psi 0.64 psi/ft = actual bottomhole gradient

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,539 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. Anticipated Starting Dates:

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 1022-12F4 Pad Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 11 inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 1022-12F4 Pad Drilling Program 4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

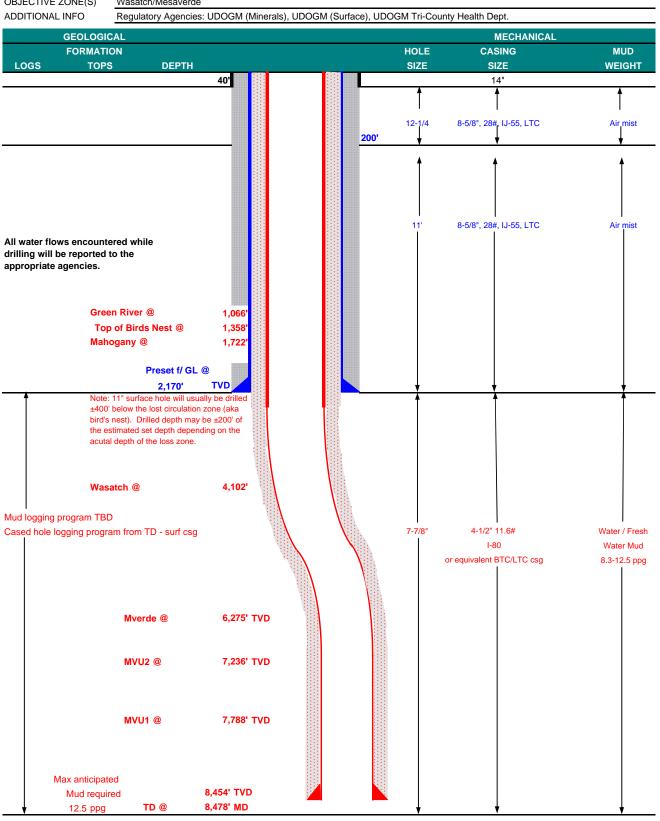
10. Other Information:

Please refer to the attached Drilling Program.



KERR-McGEE OIL & GAS ONSHORE LP <u>DRILLING PROGRAM</u>

September 7, 2011 COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP DATE NBU 1022-12K1BS 8,454' WELL NAME TVD 8,478' MD TD COUNTY Uintah FINISHED ELEVATION **FIELD** Natural Buttes STATE Utah 5199.8 SURFACE LOCATION SENW 2473 FNL 2359 FWL Sec 12 T 10S R 22E -109.388654 Latitude: 39.963944 Longitude: NAD 27 BTM HOLE LOCATION **NESW** 2567 FSL 2142 FWL Sec 12 T 10S R 22E Latitude: 39.963279 -109.389434 NAD 27 Longitude: OBJECTIVE ZONE(S) Wasatch/Mesaverde





KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM	<u>1</u>								DESIGN I	FACTORS	
										LTC	BTC
	SIZE	INT	ERVAL		WT.	GR.	CPLG.	BURST	COLLA	PSE	TENSION
CONDUCTOR	14"	(0-40'								
								3,390	1,880	348,000	N/A
SURFACE	8-5/8"	0	to	2,170	28.00	IJ-55	LTC	2.49	1.85	6.54	N/A
								7,780	6,350	279,000	367,000
PRODUCTION	4-1/2"	0	to	8,478	11.60	I-80	LTC/BTC	1.11	1.16	3.51	4.61

Surface Casing:

(Burst Assumptions: TD = 12.5 ppg) 0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @ 7000 psi) 0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW) (Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIGHT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80	1.15
Option 1		+ 0.25 pps flocele				
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80	1.15
		+ 2% CaCl + 0.25 pps flocele				
SURFACE		NOTE: If well will circulate water t	o surface,	option 2 wil	l be utilized	
Option 2 LEAD	1,670'	65/35 Poz + 6% Gel + 10 pps gilsonite	160	35%	11.00	3.82
		+ 0.25 pps Flocele + 3% salt BWOW				
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80	1.15
		+ 0.25 pps flocele				
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80	1.15
PRODUCTION LEAD	3,598'	Premium Lite II +0.25 pps	270	20%	11.00	3.38
		celloflake + 5 pps gilsonite + 10% gel				
		+ 0.5% extender				
TAIL	4,880'	50/50 Poz/G + 10% salt + 2% gel	1,150	35%	14.30	1.31
		+ 0.1% R-3				

^{*}Substitute caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE	Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe
PRODUCTION	Float shoe, 1 jt, float collar. No centralizers will be used.

ADDITIONAL INFORMATION

Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.

BOPE: 11" 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

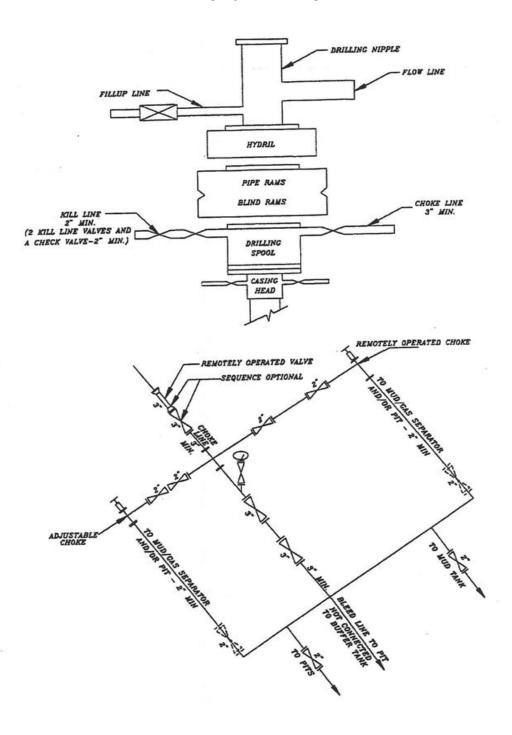
Surveys will be taken at 1,000	minimum intervais.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

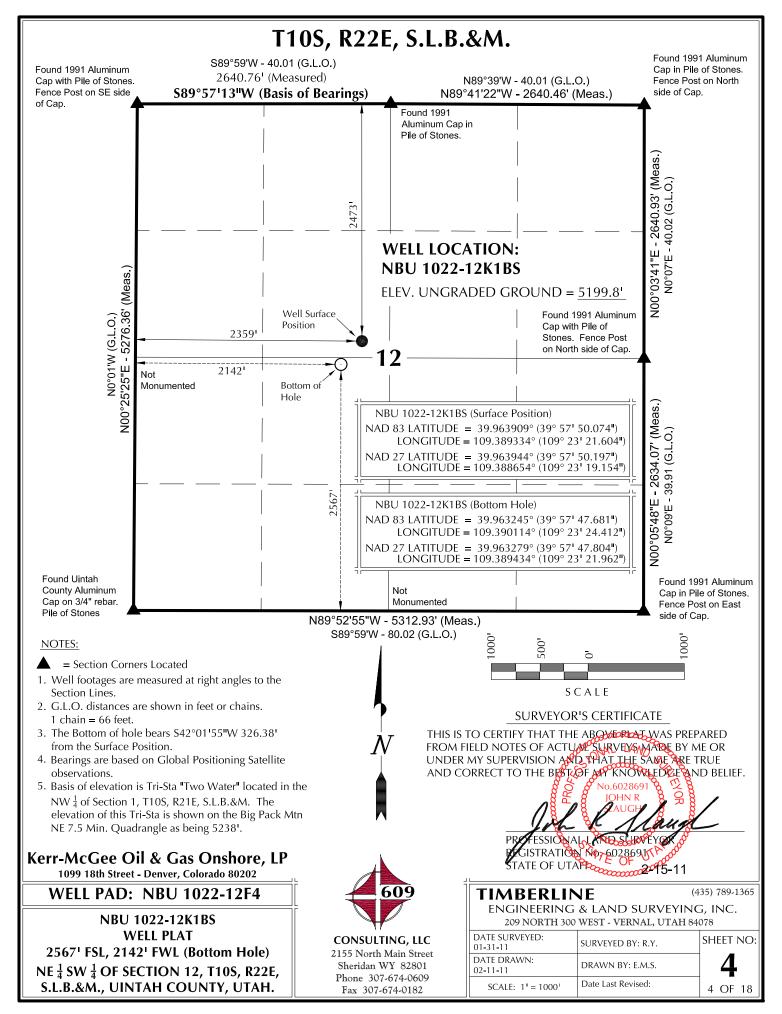
DRILLING ENGINEER:		DATE:	
	Nick Spence / Danny Showers	·	
DRILLING SUPERINTENDENT:		DATE:	
	Kenny Gathings / Lovel Young	<u> </u>	

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A NBU 1022-12K1BS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK



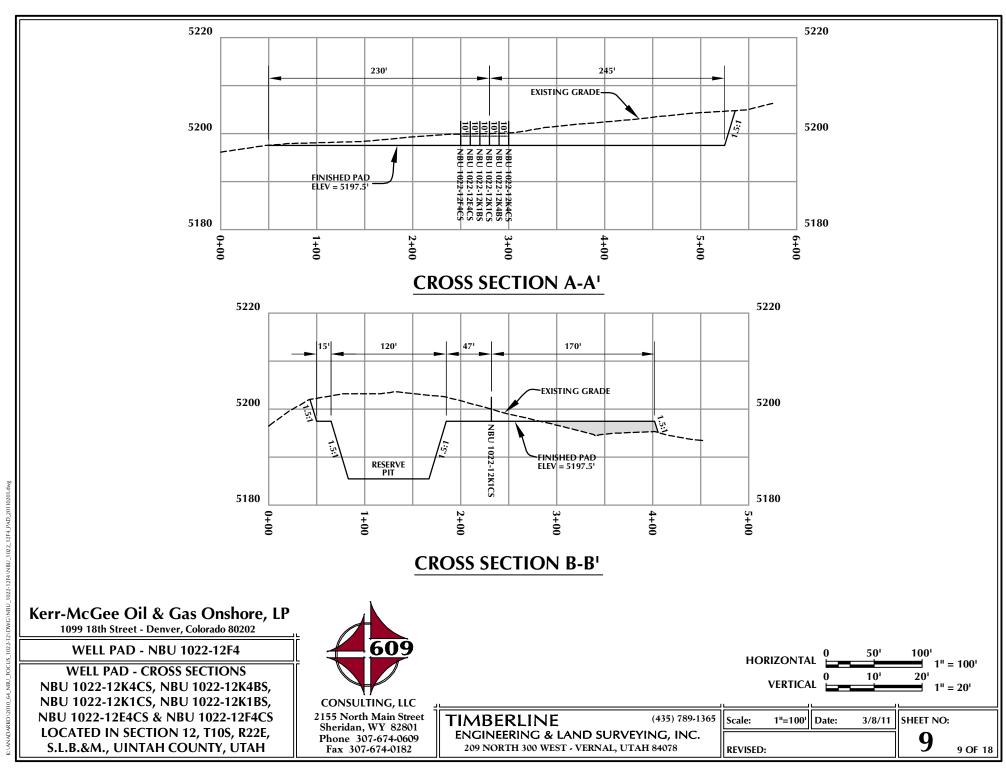
WELL NAME			SURFACE POSI			BOTTOM HOLE						
TTELL INCAME	NAI LATITUDE	D83 LONGITU		NAD27 E LONGITUD	E FOOTAGES	LATITUDE	D83 LONGITUDE	NAI LATITUDE	D27 LONGITUDE	FOOTAGES		
NBU	39°57'49.906"	109°23'21.				39°57'37.860"	109°23'24.465"			-		
1022-12K4CS	39.963863°	109.38924	6° 39.963897	° 109.388566°	2384¹ FWL	39.960517°	109.390129°	39.960551°	109.389449°	2146¹ FWL		
NBU 1022-12K4BS	39°57'49.962" 39.963878°	109°23'21. 109.38927			2" 2484' FNL 2375' FWL	39°57'41.130" 39.961425°	109°23'24.443" 109.390123°	39°57'41.253" 39.961459°	109°23'21.994" 109.389443°	1904' FSL 2145' FWL		
NBU	39°57'50.018"	109.38927 109°23'21.				39°57'44.410"	109.330123 109°23'24.421"	39°57'44.533"				
1022-12K1CS	39.963894°	109.38930			2367' FWL	39.962336°	109.390117°	39.962370°	109.389437°	2144' FWL		
NBU 1022-12K1BS NBU	39°57'50.074" 39.963909° 39°57'50.130"	109°23'21. 109.38933 109°23'21.	4° 39.963944	° 109.388654°	2359¹ FWL	39°57'47.681" 39.963245° 39°57'49.166"	109°23'24.412" 109.390114° 109°23'41.345"	39°57'47.804" 39.963279° 39°57'49.289"	109.389434°	2142¹ FWL		
1022-12E4CS	39.963925°	109.38936	., 05	100 =0 101=0	2350' FWL	39.963657°	109.394818°	39.963692°	109 23 38.894 109.394137°	822' FWL		
NBU 1022-12F4CS	39°57'50.186" 39.963941°	109°23'21. 109.38939			6" 2462' FNL 2342' FWL	39°57'50.787" 39.964107°	109°23'24.392" 109.390109°	39°57'50.910" 39.964142°	109°23'21.942" 109.389428°	2401' FNL 2141' FWL		
1022-1214C3	39.903941	109.36939		VE COORDINATI	_			39.904142	109.369426	ZI4I FVVL		
WELL NAME	NORTH	EAST	WELL NAME			NAME NOR		WELL NAM	ME NORTH	EAST		
NBU	-1,219.5'	-246.6'	NBU	-894.11 -2	NBU	-567	7.8' -227.2'	NBU	-242.4 ¹	-218.5'		
1022-12K4CS WELL NAME	NORTH	EAST	WELL NAME	NORTH E	AST 1022-	12K1CS		1022-12K1	R2			
NBU		-1,529.2	NBU		00.7'							
1022-12E4CS	30.0	1,323.2	1022-12F4CS	50.7	50.7							
	AZ=266	N73	N35°35'01"W 304.41639 AZ=286.8 (To Bottom F	14 _{17°} \ 209.67'		ABU 1021.	124 C C C C C C C C C C C C C C C C C C C	, Se				
SE	(To Botto	om Hole			$\begin{array}{c} I39_{\circ} \\ 00(e_{\rm j}) \\ 5II.55_{\circ} \end{array}$	1 924.98' 10 Hole) 6'00''W 1244 15'	BASIS OF TH R22E, GLOE	HE NW ¼ OF S S.L.B.&M. WI BAL POSITION	GS IS THE NOR' SECTION 12, TO HICH IS TAKEN NING SATELLIT O BEAR S89°57	10S, n from E		
Kerr-McC 1099 18 WELL	Gee Oil & Bith Street - De	Gas Conver, Color	Onshore, L 22-12F4		AZ=194.84139, 611.55, 612.99, 83.3	S11°26'00"W 1244 15.	BASIS OF TH R22E, GLOE OBSE	HE NW \$ OF S.L.B.&M. WISAL POSITION RVATIONS TO	SECTION 12, T1 HICH IS TAKEN NING SATELLIT O BEAR S89°57	10S, N FROM EE 7'13"W.		
Kerr-McC 1099 18 WELL WELL	Gee Oil & Botto N Bith Street - Dec. PAD - N PAD INTE	Gas Conver, Color BU 102	Onshore, L rado 80202 22-12F4	P	$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	S11°26'00"W 1244 15.	BASIS OF TH R22E, GLOE OBSE C: (9)0H WOD'S OBSE SERVICE OBSE	INE INE IG & LAND	SECTION 12, T1 HICH IS TAKEN NING SATELLIT O BEAR S89°57	10S, N FROM EE 7'13"W.		
Kerr-McC 1099 18 WELL WELL WELLS - NB	Gee Oil & Botto N Sth Street - Dec. PAD - N PAD INTE	GAS Conver, Color BU 102 ERFEREN 4CS, NBU	Onshore, L rado 80202 22-12F4 ICE PLAT J 1022-12K4B5	P	$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	(To Bottom Hole) S11°26'00''W (To Bottom 124 15)	BASIS OF TH R22E, GLOE OBSE SERVEYED: BASIS OF TH R22E, GLOE OBSE SERVEYED:	INE IG & LAND 300 WEST - VER	SECTION 12, TI HICH IS TAKEN NING SATELLIT O BEAR S89°57 (4 SURVEYING RNAL, UTAH 84	35) 789-1365 G, INC.		
Kerr-McC 1099 18 WELL WELLS - NB NBU 10	Gee Oil & Botto N White Street - Dec. PAD - N PAD INTEGU 1022-12K1CS,	GAS Conver, Color BU 102 ERFEREN 4CS, NBU NBU 102	Onshore, L rado 80202 22-12F4 ICE PLAT J 1022-12K4BS,	P CON 2155	Solve Walt 1890 (1987) (1980)	(To Bottom Hole) S11°26'00"W (To Bottom Tole)	BASIS OF TH R22E, GLOE OBSE (a) % E E SURVEYED: 1-11	INE INE IG & LAND 300 WEST - VER SURVEYED B	SECTION 12, TI HICH IS TAKEN NING SATELLIT O BEAR S89°57 (4 SURVEYING RNAL, UTAH 840 BY: R.Y.	35) 789-1365 G, INC.		
WELL WELLS - NB NBU 10 NBU 10	Gee Oil & Botto N Sth Street - Dec. PAD - N PAD INTE	Gas Conver, Color BU 102 ERFEREN 4CS, NBU 102 & NBU 102	Onshore, L rado 80202 22-12F4 CE PLAT 1022-12K4B5, 22-12F4CS	P CON 2155 Shee	$\begin{array}{c ccccccccccccccccccccccccccccccccccc$	(To Botton Hole) S11°26'00"W (To Botton Hole) (To Botton Hole)	BASIS OF TH R22E, GLOE OBSE (a) OF TH R22E, GLOE OBSE (b) OF TH R22E, GLOE OBSE (c) OF TH R22E, GLOE OBSE (c) OF TH R22E, GLOE OBSE (d) OF TH R22E, GLOE OBSE (e) OF TH R22E, GLOE OBSE	INE IG & LAND 300 WEST - VER	SECTION 12, TI HICH IS TAKEN NING SATELLIT O BEAR S89°57 (4 SURVEYING RNAL, UTAH 840 BY: R.Y.	10S, N FROM EE 7'13"W.		

S.L.B.&M., UINTAH COUNTY, UTAH

209 NORTH 300 WEST - VERNAL, UTAH 84078

8 OF 18

REVISED:



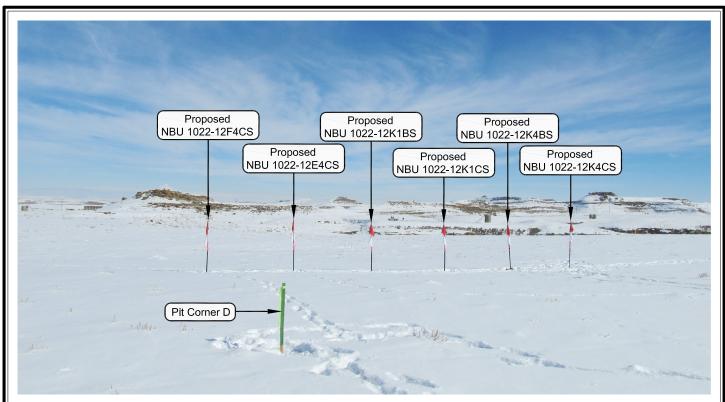


PHOTO VIEW: FROM PIT CORNER D TO LOCATION STAKE

CAMERA ANGLE: NORTHEASTRLY

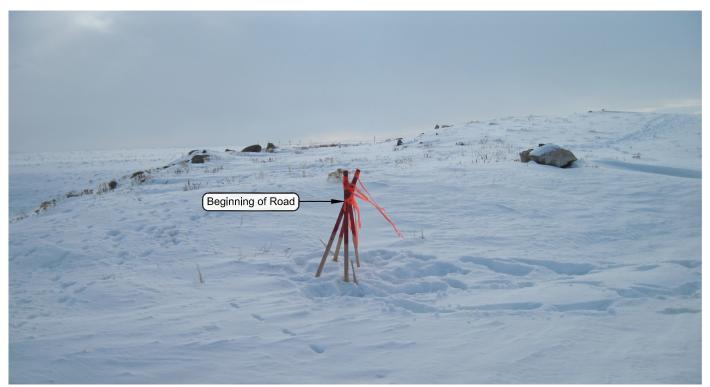


PHOTO VIEW: FROM BEGINNING OF PROPOSED ROAD

CAMERA ANGLE: SOUTHWESTERLY

Kerr-McGee Oil & Gas Onshore, LP

WELL PAD - NBU 1022-12F4

LOCATION PHOTOS
NBU 1022-12K4CS, NBU 1022-12K4BS,
NBU 1022-12K1CS, NBU 1022-12K1BS,
NBU 1022-12E4CS & NBU 1022-12F4CS
LOCATED IN SECTION 12, T10S, R22E,
S.L.B.&M., UINTAH COUNTY, UTAH.



CONSULTING, LLC 2155 North Main Street Sheridan WY 82801 Phone 307-674-0609 Fax 307-674-0182

TIMBERLINE

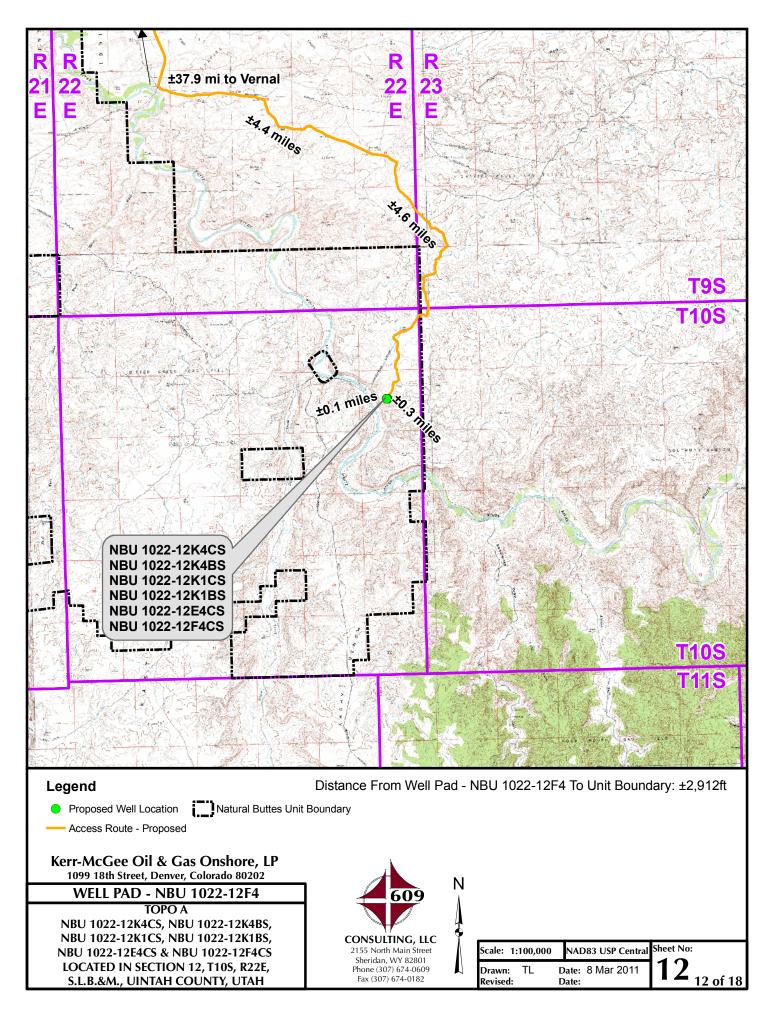
Date Last Revised:

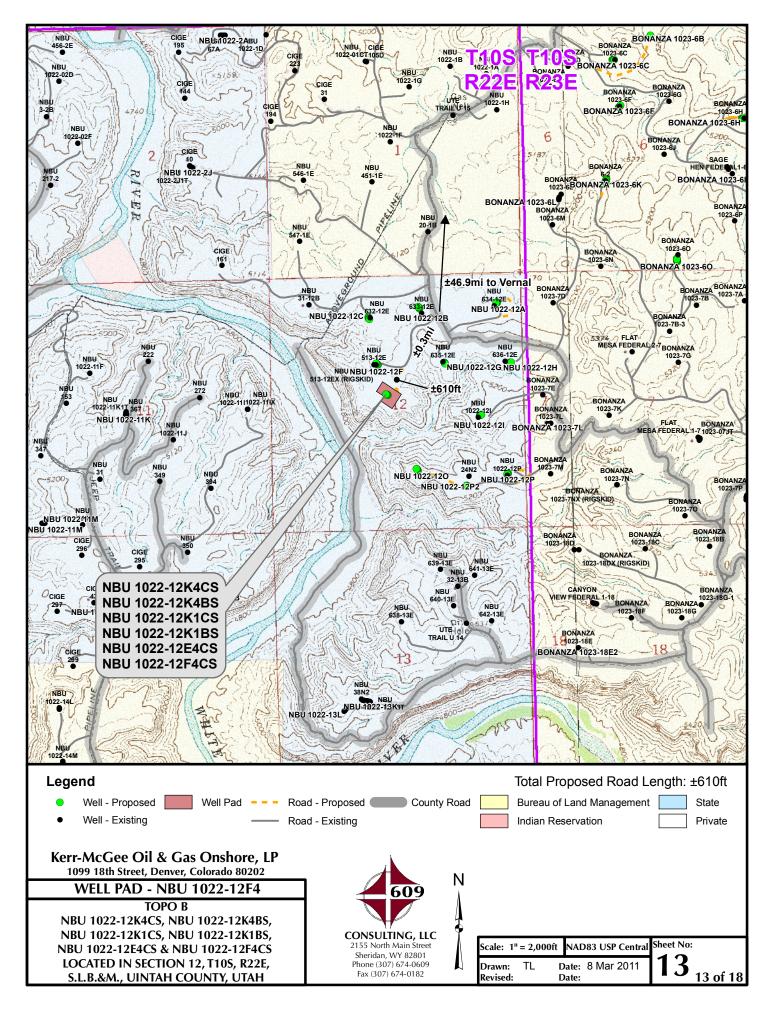
(435) 789-1365

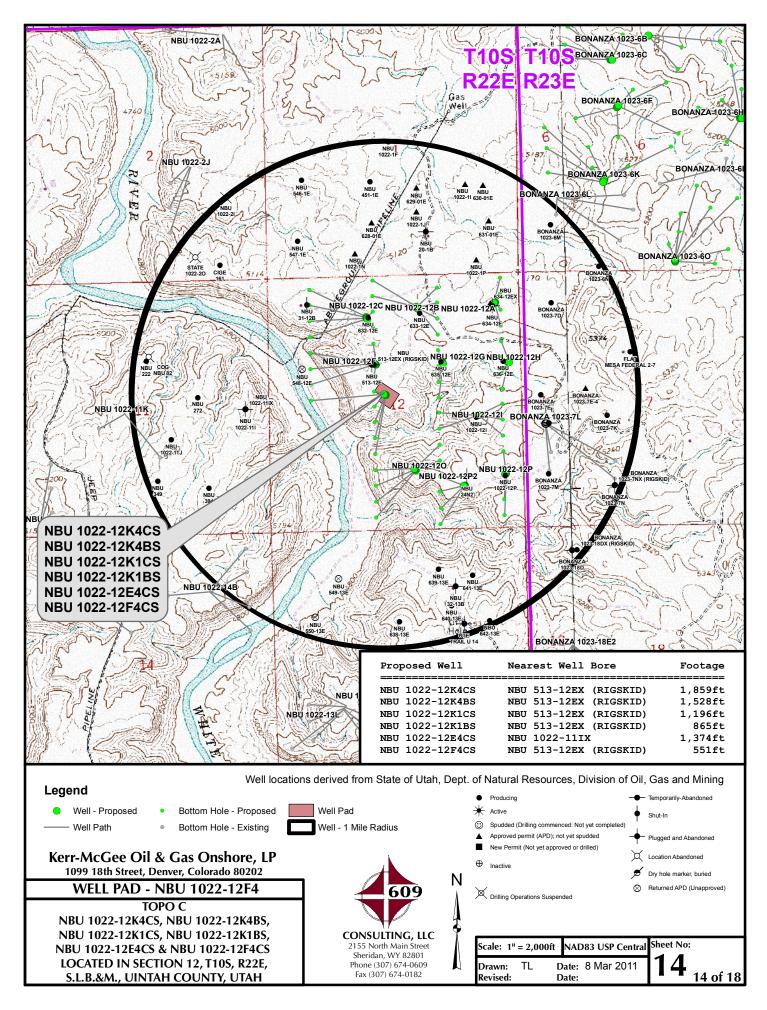
11 OF 18

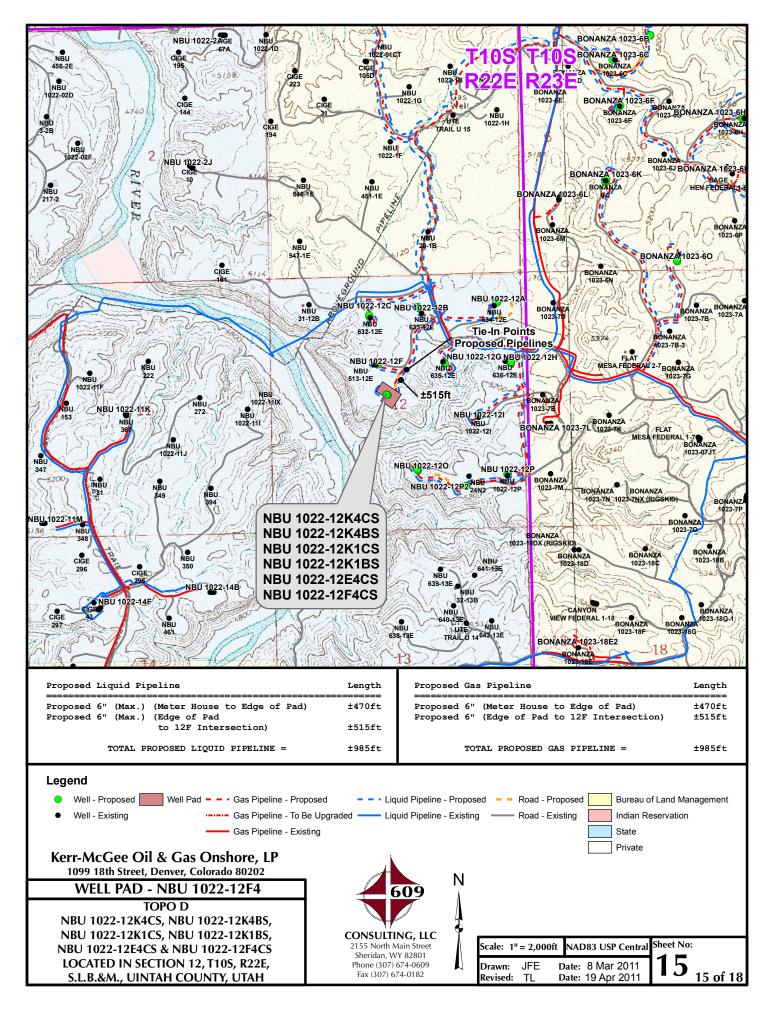
ENGINEERING & LAND SURVEYING, INC. 209 NORTH 300 WEST - VERNAL, UTAH 84078

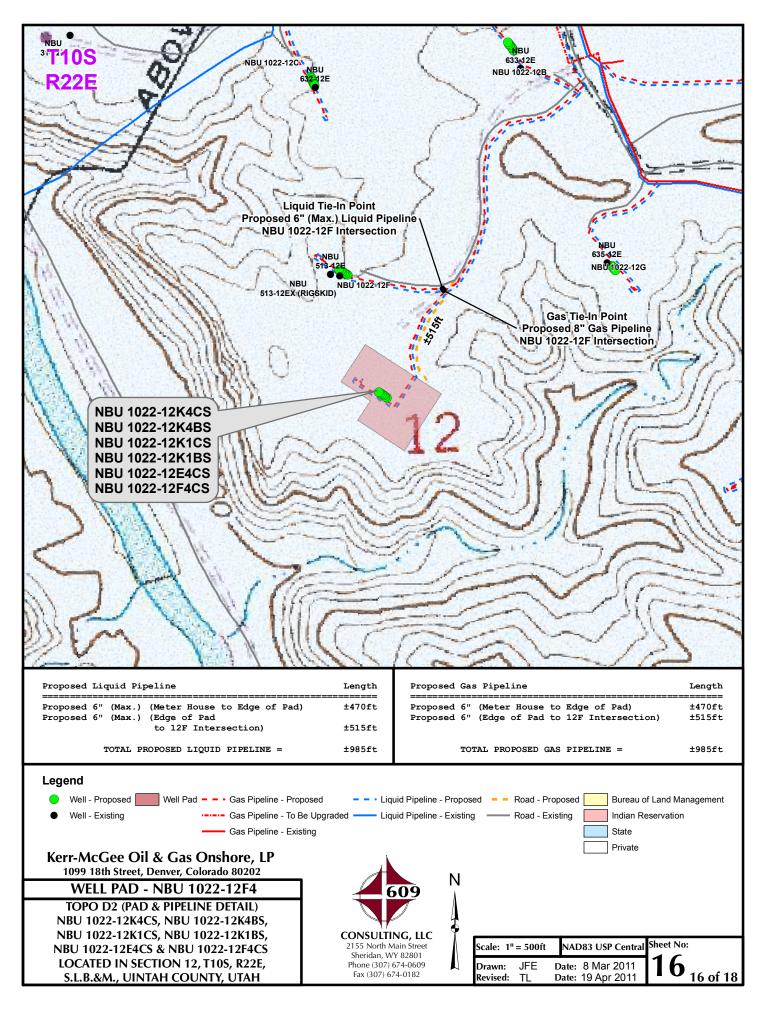
l	209 NORTH 300	WEST - VERNAL, UTAH 84	078
l	DATE PHOTOS TAKEN:	PHOTOS TAKEN BY: M.S.B.	SHEET NO:
l	02-11-11	PHOTOS TAKEN BT. M.S.B.	SITEET ING.
	DATE DRAWN:	DRAWN BY: F.M.S.	11
	02-11-11	DRAWIN BY: E.M.S.	
н			

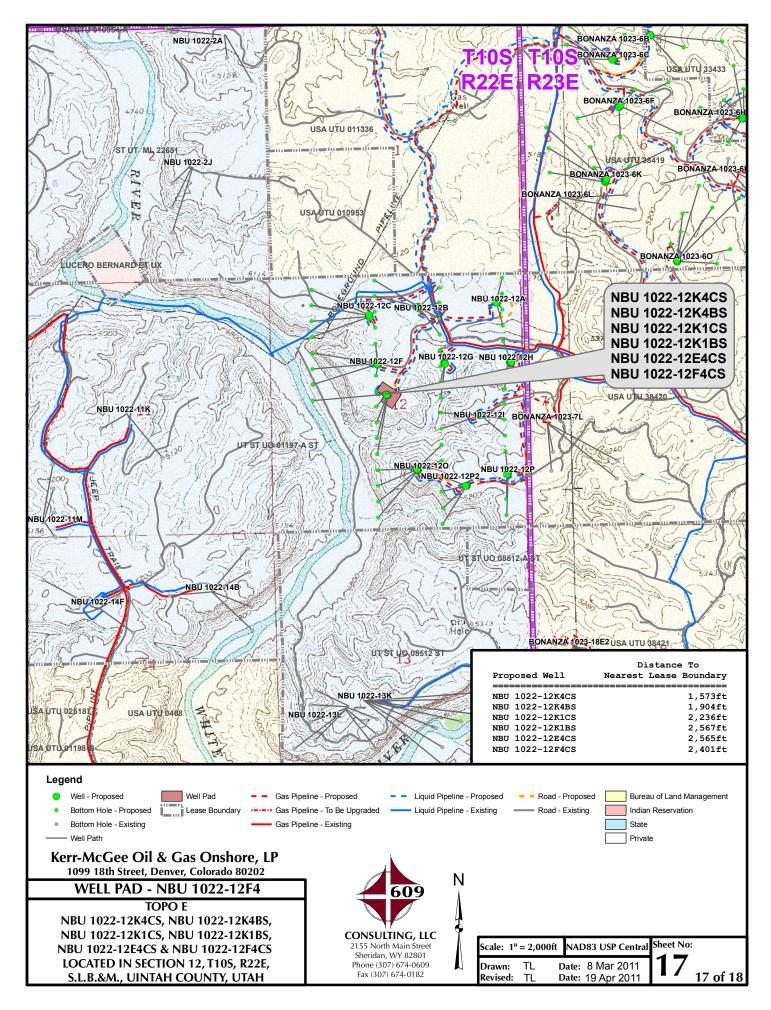












Kerr-McGee Oil & Gas Onshore, LP WELL PAD – NBU 1022-12F4 WELLS – NBU 1022-12K4CS, NBU 1022-12K4BS, NBU 1022-12K1CS, NBU 1022-12K1BS, NBU 1022-12E4CS & NBU 1022-12F4CS Section 12, T10S, R22E, S.L.B.&M.

From the intersection of U.S. Highway 40 and 500 East Street in Vernal, Utah, proceed in an easterly then southerly direction along U.S. Highway 40 approximately 3.3 miles to the junction of State Highway 45. Exit right and proceed in a southerly direction along State Highway 45 approximately 20.2 miles to the junction of the Glen Bench Road (County B Road 3260). Exit right and proceed in a southwesterly direction along the Glen Bench Road approximately 14.4 miles to the intersection of the Fidlar Road (County B Road 3410) which road intersection is approximately 400 feet northeast of the Mountain Fuel Bridge at the White River. Exit left and proceed in a southeasterly direction along the Fidlar Road approximately 4.4 miles to the intersection of the Seven Sisters Road (County B Road 3420). Exit right and proceed in a southeasterly then southerly direction along the Seven Sisters Road approximately 4.6 miles to a service road to the southwest. Exit right and proceed in a southwesterly direction along the service road approximately 0.3 miles to the proposed access road. Follow the road flags in a southwesterly direction approximately 610 feet to the proposed well location.

Total distance from Vernal, Utah to the proposed well location is approximately 47.3 miles in a southerly direction.

SHEET 18 OF 18

API Well Number: 43047519656600 UTAH - UTM (feet), NAD27, Zone 12N Site: NBU 1022-12F4 PAD

Scientific Drilling

-750

750

1500

Vertical Section at 222.07° (1500 ft/in)

2250

3000

3750

Rocky Mountain Operations

Site: NBU 1022-12F4 PA Well: NBU 1022-12K1BS

Wellbore: OH

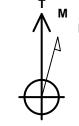
Design: PLAN #1 PRELIMINARY



Plan: PLAN #1 PRELIMINARY (NBU 1022-12K1BS/OH)

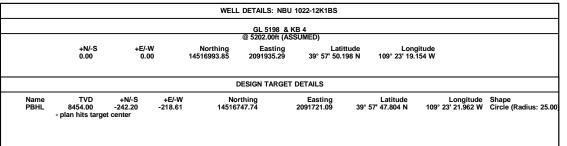
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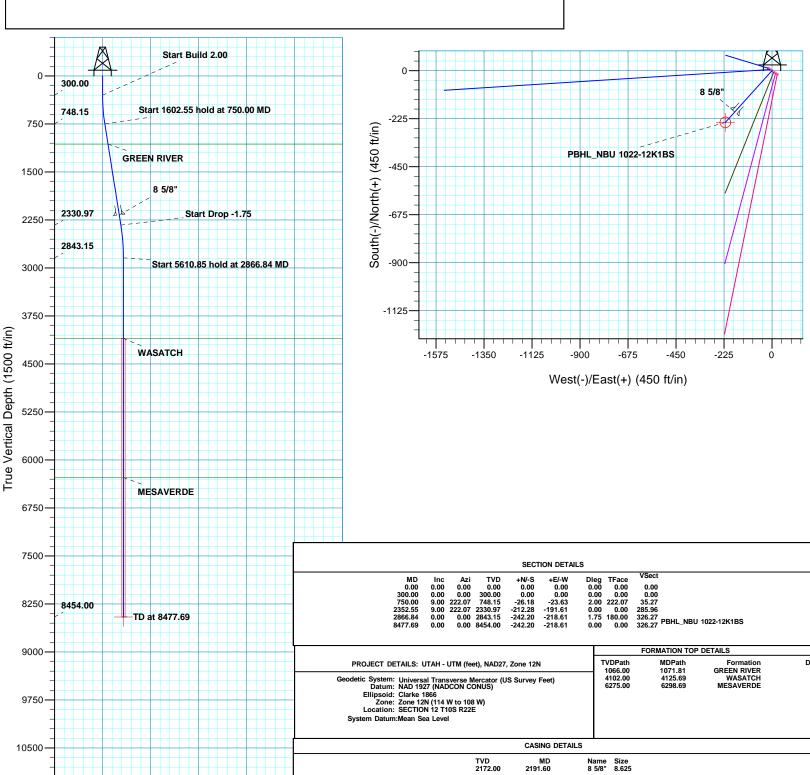
RECEIVE



Azimuths to True North Magnetic North: 11.00°

Magnetic Field Strength: 52303.5snT Dip Angle: 65.85° Date: 08/26/2011 Model: IGRF2010







US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-12F4 PAD NBU 1022-12K1BS

OH

Plan: PLAN #1 PRELIMINARY

Standard Planning Report

26 August, 2011



RECEIVED: September 13, 2011



SDI Planning Report



52,303

EDM5000-RobertS-Local Database:

Company: US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N Project:

Site: NBU 1022-12F4 PAD NBU 1022-12K1BS Well:

Wellbore: ОН

Design: PLAN #1 PRELIMINARY **Local Co-ordinate Reference:**

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Well NBU 1022-12K1BS GL 5198 & KB 4

@ 5202.00ft (ASSUMED)

GL 5198 & KB 4 @ 5202.00ft (ASSUMED)

Minimum Curvature

Project UTAH - UTM (feet), NAD27, Zone 12N

Map System: Universal Transverse Mercator (US Survey Feet)

NAD 1927 (NADCON CONUS) Geo Datum: Zone 12N (114 W to 108 W) Map Zone:

System Datum: Mean Sea Level

65.85

222.07

NBU 1022-12F4 PAD, SECTION 12 T10S R22E Site

Northing: 14,516,999.17 usft Site Position: Latitude: 39° 57' 50.252 N From: Lat/Long Easting: 2,091,927.06 usft Longitude: 109° 23' 19.259 W 0.00 ft Slot Radius: 13.200 in **Grid Convergence:** 1.04° **Position Uncertainty:**

Well NBU 1022-12K1BS, 2473 FNL 2359 FWL

IGRF2010

Well Position -5.46 ft 14,516,993.85 usft 39° 57' 50.198 N +N/-S Northing: Latitude:

+E/-W 8.13 ft Easting: 2,091,935.28 usft Longitude: 109° 23' 19.154 W **Position Uncertainty** 0.00 ft Wellhead Elevation: **Ground Level:** 5.198.00 ft

ОН Wellbore Field Strength Magnetics **Model Name** Sample Date Declination Dip Angle (°) (°) (nT)

11.00

0.00

08/26/11

0.00

PLAN #1 PRELIMINARY Design **Audit Notes:** PLAN 0.00 Version: Phase: Tie On Depth: Vertical Section: Depth From (TVD) +N/-S +E/-W Direction (ft) (ft) (ft) (°)

0.00

Plan Sections										
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)	TFO (°)	Target
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00	
750.00	9.00	222.07	748.15	-26.18	-23.63	2.00	2.00	0.00	222.07	
2,352.55	9.00	222.07	2,330.97	-212.28	-191.61	0.00	0.00	0.00	0.00	
2,866.84	0.00	0.00	2,843.15	-242.20	-218.61	1.75	-1.75	0.00	180.00	
8,477.69	0.00	0.00	8,454.00	-242.20	-218.61	0.00	0.00	0.00	0.00	PBHL_NBU 1022-12k



SDIPlanning Report



Database: EDM5000-RobertS-Local

Company: US ROCKIES REGION PLANNING

Project: UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 1022-12F4 PAD

 Well:
 NBU 1022-12K1BS

Wellbore: OH

Design: PLAN #1 PRELIMINARY

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 1022-12K1BS

GL 5198 & KB 4

@ 5202.00ft (ASSUMED)

GL 5198 & KB 4 @ 5202.00ft (ASSUMED)

True

Minimum Curvature

d Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
100.00	0.00	0.00	100.00	0.00	0.00	0.00	0.00	0.00	0.00
200.00	0.00	0.00	200.00	0.00	0.00	0.00	0.00	0.00	0.00
300.00	0.00	0.00	300.00	0.00	0.00	0.00	0.00	0.00	0.00
Start Build 2									
400.00	2.00	222.07	399.98	-1.30	-1.17	1.75	2.00	2.00	0.00
500.00	4.00	222.07	499.84	-5.18	-4.68	6.98	2.00	2.00	0.00
600.00	6.00	222.07	599.45	-11.65	-10.52	15.69	2.00	2.00	0.00
700.00	8.00	222.07	698.70	-20.70	-18.68	27.88	2.00	2.00	0.00
750.00	9.00	222.07	748.15	-26.18	-23.63	35.27	2.00	2.00	0.00
	5 hold at 750.00								
800.00	9.00	222.07	797.54	-31.99	-28.87	43.09	0.00	0.00	0.00
900.00	9.00	222.07	896.31	-43.60	-39.35	58.74	0.00	0.00	0.00
1,000.00	9.00	222.07	995.07	-55.21	-49.84	74.38	0.00	0.00	0.00
1,071.81	9.00	222.07	1,066.00	-63.55	-57.36	85.61	0.00	0.00	0.00
GREEN RIV	ER								
1,100.00	9.00	222.07	1,093.84	-66.83	-60.32	90.02	0.00	0.00	0.00
1,200.00	9.00	222.07	1,192.61	-78.44	-70.80	105.67	0.00	0.00	0.00
4 200 00	0.00	222.07	4 004 00	00.05	04.00	404.04	0.00	0.00	0.00
1,300.00	9.00	222.07	1,291.38	-90.05	-81.28	121.31	0.00	0.00	0.00
1,400.00	9.00	222.07	1,390.15	-101.66	-91.76	136.95	0.00	0.00	0.00
1,500.00	9.00	222.07	1,488.92	-113.28	-102.24	152.60	0.00	0.00	0.00
1,600.00	9.00	222.07	1,587.69	-124.89	-112.73	168.24	0.00	0.00	0.00
1,700.00	9.00	222.07	1,686.46	-136.50	-123.21	183.88	0.00	0.00	0.00
1,800.00	9.00	222.07	1,785.22	-148.11	-133.69	199.53	0.00	0.00	0.00
1,900.00	9.00	222.07	1,883.99	-159.73	-144.17	215.17	0.00	0.00	0.00
2,000.00	9.00	222.07	1,982.76	-171.34	-154.65	230.81	0.00	0.00	0.00
2,100.00	9.00	222.07	2,081.53	-182.95	-165.13	246.46	0.00	0.00	0.00
2,191.60	9.00	222.07	2,172.00	-193.59	-174.74	260.79	0.00	0.00	0.00
8 5/8"									
2,200.00	9.00	222.07	2,180.30	-194.57	-175.62	262.10	0.00	0.00	0.00
2,300.00	9.00	222.07	2,279.07	-206.18	-186.10	277.74	0.00	0.00	0.00
2,352.55	9.00	222.07	2,330.97	-212.28	-191.61	285.96	0.00	0.00	0.00
Start Drop -		222.01	2,000.01	212.20	131.01	200.00	0.00	0.00	0.00
2,400.00	8.17	222.07	2,377.89	-217.54	-196.35	293.05	1.75	-1.75	0.00
2,500.00	6.42	222.07	2,477.08	-217.54 -226.96	-196.35 -204.86	293.05 305.74	1.75	-1.75 -1.75	0.00
2,600.00	4.67	222.07	2,576.60	-234.14	-211.33	315.41	1.75	-1.75	0.00
2,700.00	2.92	222.07	2,676.38	-239.05	-215.77	322.02	1.75	-1.75	0.00
2,800.00	1.17	222.07	2,776.31	-241.70	-218.16	325.59	1.75	-1.75	0.00
2,866.84	0.00	0.00	2,843.15	-242.20	-218.61	326.27	1.75	-1.75	206.36
	5 hold at 2866.84								
2,900.00	0.00	0.00	2,876.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,000.00	0.00	0.00	2,976.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,100.00	0.00	0.00	3,076.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,200.00	0.00	0.00	3,176.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,300.00	0.00	0.00	3,276.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,400.00	0.00	0.00	3,376.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,500.00	0.00	0.00	3,476.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,600.00	0.00	0.00	3,576.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,700.00	0.00	0.00	3,676.31	-242.20	-218.61	326.27	0.00	0.00	0.00
3,800.00 3,900.00	0.00	0.00	3,776.31	-242.20	-218.61	326.27	0.00	0.00	0.00
	0.00	0.00	3,876.31	-242.20	-218.61	326.27	0.00	0.00	0.00



Company:

SDI **Planning Report**



EDM5000-RobertS-Local Database:

US ROCKIES REGION PLANNING

Project: UTAH - UTM (feet), NAD27, Zone 12N

Site: NBU 1022-12F4 PAD Well: NBU 1022-12K1BS

Wellbore: ОН

Design: PLAN #1 PRELIMINARY Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 1022-12K1BS

GL 5198 & KB 4

@ 5202.00ft (ASSUMED)

GL 5198 & KB 4 @ 5202.00ft (ASSUMED)

True

Minimum Curvature

ed Survey									
Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
4,000.00	0.00	0.00	3,976.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,100.00	0.00	0.00	4,076.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,125.69	0.00	0.00	4,102.00	-242.20	-218.61	326.27	0.00	0.00	0.00
WASATCH									
4,200.00	0.00	0.00	4,176.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,300.00	0.00	0.00	4,276.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,400.00	0.00	0.00	4,376.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,500.00	0.00	0.00	4,476.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,600.00	0.00	0.00	4,576.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,700.00	0.00	0.00	4,676.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,800.00	0.00	0.00	4,776.31	-242.20	-218.61	326.27	0.00	0.00	0.00
4,900.00	0.00	0.00	4,876.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,000.00	0.00	0.00	4,976.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,100.00	0.00	0.00	5,076.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,200.00	0.00	0.00	5,176.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,300.00	0.00	0.00	5,276.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,400.00	0.00	0.00	5,376.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,500.00	0.00	0.00	5,476.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,600.00	0.00	0.00	5,576.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,700.00	0.00	0.00	5,676.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,800.00	0.00	0.00	5,776.31	-242.20	-218.61	326.27	0.00	0.00	0.00
5,900.00	0.00	0.00	5,876.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,000.00	0.00	0.00	5,976.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,100.00	0.00	0.00	6,076.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,200.00	0.00	0.00	6,176.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,298.69	0.00	0.00	6,275.00	-242.20	-218.61	326.27	0.00	0.00	0.00
MESAVERDI									
6,300.00	0.00	0.00	6,276.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,400.00	0.00	0.00	6,376.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,500.00	0.00	0.00	6,476.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,600.00	0.00	0.00	6,576.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,700.00	0.00	0.00	6,676.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,800.00	0.00	0.00	6,776.31	-242.20	-218.61	326.27	0.00	0.00	0.00
6,900.00	0.00	0.00	6,876.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,000.00	0.00	0.00	6,976.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,100.00	0.00	0.00	7,076.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,200.00	0.00	0.00	7,176.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,300.00	0.00	0.00	7,276.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,400.00	0.00	0.00	7,376.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,500.00	0.00	0.00	7,476.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,600.00	0.00	0.00	7,576.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,700.00	0.00	0.00	7,676.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,800.00	0.00	0.00	7,776.31	-242.20	-218.61	326.27	0.00	0.00	0.00
7,900.00	0.00	0.00	7,876.31	-242.20	-218.61	326.27	0.00	0.00	0.00
8,000.00	0.00	0.00	7,976.31	-242.20	-218.61	326.27	0.00	0.00	0.00
8,100.00	0.00	0.00	8,076.31	-242.20	-218.61	326.27	0.00	0.00	0.00
8,200.00	0.00	0.00	8,176.31	-242.20	-218.61	326.27	0.00	0.00	0.00
8,300.00	0.00	0.00	8,276.31	-242.20	-218.61	326.27	0.00	0.00	0.00
8,400.00	0.00	0.00	8,376.31	-242.20	-218.61	326.27	0.00	0.00	0.00
8,477.69	0.00	0.00	8,454.00	-242.20	-218.61	326.27	0.00	0.00	0.00



SDI **Planning Report**



Database: Company: EDM5000-RobertS-Local

US ROCKIES REGION PLANNING

Project:

UTAH - UTM (feet), NAD27, Zone 12N

Site:

NBU 1022-12F4 PAD NBU 1022-12K1BS

Well: Wellbore:

Design: PLAN #1 PRELIMINARY Local Co-ordinate Reference:

Survey Calculation Method:

TVD Reference:

MD Reference:

North Reference:

Well NBU 1022-12K1BS GL 5198 & KB 4

@ 5202.00ft (ASSUMED)

GL 5198 & KB 4

@ 5202.00ft (ASSUMED) True

Minimum Curvature

Design Targets									
Target Name - hit/miss target - Shape	Dip Angle (°)	Dip Dir. (°)	TVD (ft)	+N/-S (ft)	+E/-W (ft)	Northing (usft)	Easting (usft)	Latitude	Longitude
PBHL_NBU 1022-12K1E - plan hits target cent - Circle (radius 25.00)		0.00	8,454.00	-242.20	-218.61	14,516,747.74	2,091,721.08	39° 57' 47.804 N	109° 23' 21.962 W

Casing Points					
	Measured	Vertical		Casing	Hole
	Depth	Depth		Diameter	Diameter
	(ft)	(ft)	Name	(in)	(in)
	2,191.60	2,172.00	8 5/8"	8.625	11.000

Formations							
	Measured Depth (ft)	Vertical Depth (ft)	Name	Lithology	Dip (°)	Dip Direction (°)	
	1,071.81	1,066.00	GREEN RIVER				
	4,125.69	4,102.00	WASATCH				
	6,298.69	6,275.00	MESAVERDE				

Plan Annotations				
Measured	Vertical	Local Coord	dinates	
Depth	Depth	+N/-S	+E/-W	
(ft)	(ft)	(ft)	(ft)	Comment
300.00	300.00	0.00	0.00	Start Build 2.00
750.00	748.15	-26.18	-23.63	Start 1602.55 hold at 750.00 MD
2,352.55	2,330.97	-212.28	-191.61	Start Drop -1.75
2,866.84	2,843.15	-242.20	-218.61	Start 5610.85 hold at 2866.84 MD
8,477.69	8,454.00	-242.20	-218.61	TD at 8477.69

Surface Use Plan of Operations 1 of 9

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS

NBU 1022-12E4CS		
2467 FNL / 2350 FWL	SENW	Lot
2565 FNL / 822 FWL	SWNW	Lot
NBU 1022-12F4CS		
2462 FNL / 2342 FWL	SENW	Lot
2401 FNL / 2141 FWL	SENW	Lot
NBU 1022-12K1BS		
2473 FNL / 2359 FWL	SENW	Lot
2567 FSL / 2142 FWL	NESW	Lot
NBU 1022-12K1CS		
2479 FNL / 2367 FWL	SENW	Lot
2236 FSL / 2144 FWL	NESW	Lot
NBU 1022-12K4BS		
2484 FNL / 2375 FWL	SENW	Lot
1904 FSL / 2145 FWL	NESW	Lot
NBU 1022-12K4CS		
2490 FNL / 2384 FWL	SENW	Lot
1573 FSL / 2146 FWL	NESW	Lot
	2467 FNL / 2350 FWL 2565 FNL / 822 FWL NBU 1022-12F4CS 2462 FNL / 2342 FWL 2401 FNL / 2141 FWL NBU 1022-12K1BS 2473 FNL / 2359 FWL 2567 FSL / 2142 FWL NBU 1022-12K1CS 2479 FNL / 2367 FWL 2236 FSL / 2144 FWL NBU 1022-12K4BS 2484 FNL / 2375 FWL 1904 FSL / 2145 FWL NBU 1022-12K4CS 2490 FNL / 2384 FWL	2467 FNL / 2350 FWL 2565 FNL / 822 FWL NBU 1022-12F4CS 2462 FNL / 2342 FWL 2401 FNL / 2141 FWL SENW NBU 1022-12K1BS 2473 FNL / 2359 FWL 2567 FSL / 2142 FWL NESW NBU 1022-12K1CS 2479 FNL / 2367 FWL 2236 FSL / 2144 FWL NESW NBU 1022-12K4BS 2484 FNL / 2375 FWL 1904 FSL / 2145 FWL NESW NBU 1022-12K4CS 2490 FNL / 2384 FWL SENW NESW

Pad: NBU 1022-12F4 PAD

Section 12 T10S R22E

Mineral Lease: UT ST UO 01197-A ST

Uintah County, Utah

Operator: Kerr-McGee Oil & Gas Onshore LP

This SUPO contains surface operating procedures for Kerr-McGee Oil & Gas Onshore LP (KMG), a wholly owned subsidiary of Anadarko Petroleum Corporation (APC) pertaining to actions that involve the State of Utah School and Institutional Trust Lands Administration (SITLA) in the development of minerals leased to APC/KMG (including but not limited to, APDs/SULAs/ROEs/ROWs and/or easements.)

See associated Utah Division of Oil, Gas, and Mining (UDOGM) Form 3(s), plats, maps, and other attachments for site-specific information on projects represented herein.

In accordance with Utah Oil & Gas Conservation Rule R649-3-11 pertaining to Directional Drilling, these wells will be directionally drilled. Refer to Topo Map A for directions to the location and Topo Maps A and B for location of access roads within a 2-mile radius.

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS Surface Use Plan of Operations 2 of 9

A. **Existing Roads**:

Existing roads consist of county and improved/unimproved lease roads. KMG will maintain existing roads in a condition that is the same as or better than before operations began and in a safe and usable condition. Maintenance of existing roads will continue until final abandonment and reclamation of well pads and/or other facilities. The road maintenance may include, but is not limited to, blading, ditching, culvert installation/cleanout, surfacing, and dust control.

Typically, roads, gathering lines and electrical distribution lines will occupy common disturbance corridors and roadways will be used as working space. All disturbances located in the same corridor will overlap each other to the maximum extent possible; in no case will the maximum disturbance width of the access road and utility corridors exceed 50', unless otherwise approved.

B. Planned Access Roads:

One new access road is proposed (see Topo Map B). The ± 610 ' access road will follow the proposed gas and liquid pipelines from the NE side of the pad to the existing access road. Applicable Uintah County encroachment and/or pipeline crossing permits will be obtained prior to construction/development. No other pipelines will be crossed at this location.

If there are roads that are new or to be reconstructed, they will be located, designed, and maintained to meet the standards of SITLA and other commonly accepted Best Management Practices (BMPs). If a new road/corridor were to cross a water of the United States, KMG will adhere to the requirements of applicable Nationwide or Individual Permits of the Department of Army Corps of Engineers.

During the onsite, turnouts, major cut and fills, culverts, bridges, gates, cattle guards, low water crossings, or modifications needed to existing infrastructure/facilities were determined, as applicable, are typically shown on attached Exhibits and Topo maps.

C. Location of Existing and Proposed Facilities:

The NBU 1022-12F4 pad is a newly proposed well pad with no existing wells.

Production facilities (see Well Pad Design Summary and Facilities Diagram):

Production facilities will be installed on the disturbed portion of the well pad and may include bermed components (typically excluding dehy's and/or separators) that contain fluids (i.e. production tanks, produced liquids tanks). The berms will be constructed of compacted subsoil or corrugated metal, impervious, designed to hold 110% of the capacity of the largest tank, and be independent of the back cut. All permanent (on-site six months or longer) above ground structures constructed or installed, including pumping units, will be painted a flat, non-reflective, earth-tone color chosen at the onsite in coordination with SITLA.

Gathering Facilities:

The following pipeline transmission facilities will apply if the well is productive (see Topo D):

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS Surface Use Plan of Operations 3 of 9

The total gas gathering (steel line pipe with fusion bond epoxy coating) pipeline distances from the meter to the tie in point is ± 985 ' and the individual segments are broken up as follows:

- ±470' (0.1 miles) –New 6" buried gas pipeline from the meter to the edge of the pad. Please refer to Topo D2 Pad and Pipeline Detail.
- ±515' (0.1 miles) –New 6" buried gas pipeline from the edge of pad to the tie-in at the proposed 1022-12F Intersection 8" gas pipeline. Please refer to Topo D & D2.

The total liquid gathering pipeline distance from the separator to the tie in point is ± 985 'and the individual segments are broken up as follows:

- ±470' (0.09 miles) –New 6" buried liquid pipeline from the separator to the edge of the pad. Please refer to Topo D2 Pad and Pipeline Detail.
- ±515' (0.10 miles) –New 6" buried liquid pipeline from the edge of pad to the tie-in at the proposed 1022-12F Intersection 6" liquid pipeline. Please refer to Topo D & D2.

The liquid gathering lines will be made of polyethylene or a composite polyethylene/steel or polyethylene/fiberglass that is not subject to internal or external pipe corrosion. The content of the produced fluids to be transferred by the liquid gathering system will be approximately 92% produced water and 8% condensate. Trunk line valve connections for the water gathering system will be below ground but accessible from the surface in order to prevent freezing during winter time.

The proposed pipelines will be buried and will include gas gathering and liquid gathering pipelines in the same trench. Where the pipeline is adjacent to the road or well pad, the road and/or well pad will be utilized for construction activities and staging. KMG requests a permanent 30' right-of-way adjacent to the road for life-of-project for maintenance, repairs, and/or upgrades, no additional right-of-way will be needed beyond the 30'. Where the pipeline is not adjacent to the road or well pad, KMG requests a temporary 45' construction right-of-way 30' permanent right-of-way.

The proposed trench width for the pipeline would range from 18-48 inches and will be excavated to a depth of 48 to 60 inches of normal soil cover or 24 inches of cover in consolidated rock. During construction blasting may occur along the proposed right-of-way where trenching equipment cannot cut into the bedrock. Large debris and rocks removed from the earth during trenching and blasting that could not be returned to the trench would be distributed evenly and naturally in the project area. The proposed pipelines will be pressure tested pneumatically (depending on size) or with fluids (either fresh or produced). If fluids are used, there will be no discharge to the surface.

Pipeline signs will be installed along the right-of-way to indicate the pipeline proximity and ownership, as well as to provide emergency contact phone numbers. Above ground valves, T's, and/or cathodic protection will be installed at various locations for connection, corrosion prevention and/or for safety purposes.

D. Location and Type of Water Supply:

Water for drilling purposes will be obtained from one of the following sources:

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS Surface Use Plan of Operations 4 of 9

- Dalbo Inc.'s underground well located in Ouray, Utah, Sec. 32 T4S R3E, Water User Claim number 43-8496, application number 53617.
- Price Water Pumping Inc. Green River and White River, various sources, Water Right Number 49-1659, application number: a35745.

Water will be hauled to location over the roads marked on Maps A and B.

No water well is to be drilled on this lease.

E. Source of Construction Materials:

Construction operations will typically be completed with native materials found on location. If needed, construction materials that must be imported to the site (mineral material aggregate, soils or materials suitable for fill/surfacing) will be obtained from a nearby permitted source and described in subsequent Sundry requests. No construction materials will be removed from State lands without prior approval from SITLA.

F. Methods for Handling Waste Materials:

Should the well be productive, produced water will be contained in a water tank and will be transported by pipeline and/or truck to an approved disposal sites facilities and/or Salt Water Disposal (SWD) injection well. Currently, those facilities are:

RNI in Sec. 5 T9S R22E

Ace Oilfield in Sec. 2 T6S R20E MC&MC in Sec. 12 T6S R19E

Pipeline Facility in Sec. 36 T9S R20E

Goat Pasture Evaporation Pond in SW/4 Sec. 16 T10S R22E

Bonanza Evaporation Pond in Sec. 2 T10S R23E

Ouray #1 SWD in Sec. 1 T9S R21E NBU 159 SWD in Sec. 35 T9S R21E CIGE 112D SWD in Sec. 19 T9S R21E CIGE 114 SWD in Sec. 34 T9S R21E NBU 921-34K SWD in Sec. 34 T9S R21E NBU 921-33F SWD in Sec. 33 T9S R21E NBU 921-34L SWD in Sec. 34 T9S R21E

Drill cuttings and/or fluids will be contained in the reserve/frac pit. Cuttings will be buried in pit(s) upon closure. Unless otherwise approved, no oil or other oil-based drilling additives, chromium/metals-based, or saline muds will be used during drilling. Only fresh water (as specified above), biodegradable polymer soap, bentonite clay, and/or non-toxic additives will be used in the mud system.

Pits will be constructed to minimize the accumulation of surface runoff. Should fluid hydrocarbons be encountered during drilling, completions or well testing, product will either be contained in test tanks on the well site or evacuated by vacuum trucks and transported to an approved disposal/sales facility. Should petroleum hydrocarbons unexpectedly

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS Surface Use Plan of Operations 5 of 9

be released into a pit, they will be removed as soon as practical but in no case will they remain longer than 72 hours unless an alternate is approved by SITLA. Should timely removal prove infeasible, the pit will be netted with mesh no larger than 1 inch until such time as hydrocarbons can be removed. Hydrocarbon removal will also take place prior to the closure of the pit, unless authorization is provided for disposal via alternative pit closure methods (e.g. solidification.)

The reserve and/or fracture stimulation pit will be lined with a synthetic material 20 mil or thicker, The liner will be installed over smooth fill subgrade that is free of pockets, loose rocks, or other materials (i.e. sand, sifted dirt, bentonite, straw, etc.) that could damage the liner. Any additional pits necessary for subsequent operations, such as temporary flare or workover pits, will be contained within the originally approved well pad and disturbance boundaries. Such temporary pits will be backfilled and reclaimed within 180 days of completion of work at a well location.

For the protection of livestock and wildlife, all open pits and cellars will be fenced/covered to prevent wildlife or livestock entry. Total height of pit fencing will be at least 42 inches and corner posts will be cemented and/or braced in such a manner as to keep the fence tight at all times. Standard steel, wood, or pipe posts shall be used between the corner braces. Maximum distance between any 2 fence posts shall be no greater than 16 feet.

Pits containing drilling cuttings, mud, and/or completions fluids will be allowed to dry. Any free fluids remaining after after six (6) months from reaching total depth, date of completion, and/or determination of inactivity will be removed (as weather conditions allow) to an approved site and the pit reclaimed. Additional drying methods may include fly-ash solidification or sprinkler evaporation. Installation and operation of any sprinklers, pumps, and equipment will ensure that water spray or mist does not drift. Reserve pit liners will be cut off or folded as near to the mud surface as possible and as safety considerations allow and buried on location.

No garbage or non-exempt substances as defined by Resource Conservation and Recovery Act (RCRA) subtitle C will be placed in the reserve pit. All refuse generated during construction, drilling, completion, and well testing activities will be contained in an enclosed receptacle, removed from the drill locations promptly, and transported to an approved disposal facility.

Portable, self-contained chemical toilets and/or sewage processing facilities will be provided for human waste disposal. Upon completion of operations, or as required, the toilet holding tanks will be pumped and the contents disposed of in an approved sewage disposal facility. All applicable regulations pertaining to disposal of human and solid waste will be observed.

Any undesirable event, including accidental release of fluids, or release in excess of reportable quantities, will be managed according to the notification requirements of UDOGMs "Reporting Oil and Gas Undesirable Events" rule. Where State wells are participatory to a Federal agreement, according to NTL-3A, the appropriate Federal agencies will be notified.

Materials Management

Hazardous materials above reportable quantities will not be produced by drilling or completing proposed wells or constructing the pipelines/facilities. The term "hazardous materials" as used here means: (1) any substance, pollutant, or containment listed as hazardous under the Comprehensive Environmental Response, Compensation, and Liability Act (CERCLA) of 1980, as amended 42 U.S.C. 9601 et seq., and the regulations issued under CERCLA; and (2) any hazardous waste as defined in RCRA of 1976, as amended. In addition, no extremely hazardous substance, as defined in

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS Surface Use Plan of Operations 6 of 9

40 CFR 355, in threshold planning quantities, would be used, produced, stored, transported, or disposed of while producing any well.

Chemicals subject to reporting under Title III of the Superfund Amendments and Reauthorization Act (SARA) in quantities of 10,000 pounds or more may be produced and/or stored at production facilities and may be kept in limited quantities on drilling sites and well locations for short periods of time during drilling or completion activities.

G. Ancillary Facilities:

None are anticipated.

H. Well Site Layout (see Well Pad Design Summary):

The location, orientation and aerial extent of each drill pad; reserve/completion/flare pit; access road ingress/egress points, drilling rig, dikes/ditches, existing wells/infrastructure; proposed cuts and fills; and topsoil and spoil material stockpile locations are depicted on the exhibits for each project, where applicable. Site-specific conditions may require slight deviation in actual equipment and facility layout; however, the area of disturbance, as described in the survey, will not be exceeded.

Coordinates are provided in the National Spatial Reference System, North American Datum, 1927 (NAD27) or latest edition. Distances are depicted on each plat to the nearest two adjacent section lines.

I. Plans for Reclamation of the Surface:

Surface reclamation will be undertaken in two phases: interim and final. Interim reclamation is conducted following well completion and extends through the period of production. This reclamation is for the area of the well pad that is not required for production activities. Final reclamation is conducted following well plugging/conversion and/or facility abandonment processes.

Reclamation activities in both phases may include but is not limited to the re-contouring or re-configuration of topographic surfaces, restoration of drainage systems, segregation of spoils materials, minimizing surface disturbance, re-evaluating backfill requirements, pit closure, topsoil redistribution, soil treatments, seeding and weed control.

Interim Reclamation

Interim reclamation includes pit closure, re-contouring (where possible), soil bed preparation, topsoil placement, seeding, and/or weed control.

Interim re-contouring involves bringing all construction material from cuts and fills back onto the well pad and site and reestablishing the natural contours where desirable and practical. Fill and stockpiled spoils no longer necessary to the operation will be spread on the cut slopes and covered with stockpiled topsoil. All stockpiled top soils will be used for interim reclamation where practical to maintain soil viability. Where possible, the land surface will be left "rough" after re-contouring to ensure that the maximum surface area will be available to support the reestablishment of vegetative cover.

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS Surface Use Plan of Operations 7 of 9

A reserve pit, upon being allowed to dry, will be backfilled and compacted with cover materials that are void of any topsoil, vegetation, large stones, rocks or foreign objects. Soils that are moisture laden, saturated, or partially/completely frozen will not be used for backfill or cover. The pit area will be mounded to allow for settling and to promote positive surface drainage away from the pit.

Final Reclamation

Final reclamation will be performed for newly drilled unproductive wells and/or at the end of the life of a productive well. As soon as practical after the conclusion of drilling and testing operations, unproductive drill holes will be plugged and abandoned (P&A). Site and road reclamation will commence following plugging. In no case will reclamation at non-producing locations be initiated later than six (6) months from the date a well is plugged. A joint inspection of the disturbed area to be reclaimed may be requested by KMG. The primary purpose of this inspection will be to review the existing conditions, or agree upon a revised final reclamation and abandonment plan. A Notice of Intent to Abandon will be filed for final recommendations regarding surface reclamation.

After plugging, all wellhead equipment that is no longer needed will be removed, and the well site will be reclaimed. Final contouring will blend with and follow as closely as practical the natural terrain and contours of the original site and surrounding areas. After re-contouring, final grading will be conducted over the entire surface of the well site and access road. Where practical, the area will be ripped to a depth of 18 to 24 inches on 18 to 24-inch centers and surface materials will be pitted with small depressions to form longitudinal depressions 12 to 18 inches deep perpendicular to the natural flow of water.

All unnecessary surface equipment and structures (e.g. cattle guards) and water control structures (e.g. culverts, drainage pipes) not needed to facilitate successful reclamation will be removed during final reclamation. Roads that will be reclaimed will be ripped to a depth of 18 inches where practical, re-contoured to approximate the original contour of the ground and seeded.

Upon successfully completing reclamation of a P&A location, a Final Abandonment Notice will be submitted to UDOGM.

Seeding and Measures Common to Interim and Final Reclamation

Reclaimed areas may be fenced to exclude grazing and encourage re-vegetation.

On slopes where severe erosion can become a problem and the use of machinery is not practical, seed will be hand broadcast and raked with twice the specified amount of seed. The slope will be stabilized using materials specifically designed to prevent erosion on steep slopes and hold seed in place so vegetation can become permanently established. These materials will include, but are not limited to, erosion control blankets and bonded fiber matrix at a rate to achieve a minimum of 80 percent soil coverage.

Seeding will occur year-round as conditions allow. Seed mixes appropriate to the native plant community as determined and specified for each project location based on the site specific soils will be used for re-vegetation. The site specific seed mix will be provided by SITLA.

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS

Surface Use Plan of Operations 8 of 9

J. Surface/Mineral Ownership:

SITLA 675 East 500 South, Suite 500 Salt Lake City, UT 84102

L. Other Information:

None

NBU 1022-12E4CS/ 1022-12F4CS/ 1022-12K1BS/ 1022-12K1CS 1022-12K4BS/ 1022-12K4CS Surface Use Plan of Operations 9 of 9

M. Lessee's or Operators' Representative & Certification:

Gina T. Becker Regulatory Analyst II Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6086

Tommy Thompson General Manager, Drilling Kerr-McGee Oil & Gas Onshore LP PO Box 173779 Denver, CO 80217-3779 (720) 929-6724

Certification: All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, Onshore Oil and Gas Orders, the approved Plan of Operations, and any applicable Notice to Lessees.

The Operator will be fully responsible for the actions of its subcontractors. A complete copy of the approved "Application for Permit to Drill" will be furnished to the field representative(s) to ensure compliance and shall be on location during all construction and drilling operations.

Kerr-McGee Oil & Gas Onshore LP is considered to be the operator of the subject well. Kerr-McGee Oil & Gas Onshore LP agrees to be responsible under terms and conditions of the lease for the operations conducted upon leased lands.

Bond coverage for State lease activities is provided by State Surety Bond 22013542, and for applicable Federal lease activities and pursuant to 43 CFR 3104, by Bureau of Land Management Nationwide Bond WYB000291.

I hereby certify that I, or persons under my supervision, have inspected the proposed drill site and access route, that I am familiar with the conditions that currently exist; that I have full knowledge of the State and Federal laws applicable to this operation; that the statements made in this plan are, to the best of my knowledge, true and correct; and the work associated with the operations proposed herein will be performed in conformity with this APD package and the terms and conditions under which it is approved. I also certify that I, or the company I represent, am responsible for operations conducted under this application. These statements are subject to the provisions of 18 U.S.C. 1001 for the filling of false statements.

Del Del	September 7, 2011
Gina T.Becker	Date



Joseph D. Johnson 1099 18TH STREET STE. 1800 • DENVER, CO 80202 720-929-6708 • FAX 720-929-7708 E-MAIL: JOE.JOHNSON@ANADARKO.COM

September 7, 2011

Ms. Diana Mason Division of Oil, Gas and Mining P.O. Box 145801 Salt Lake City, UT 84114-6100

Re: Directional Drilling R649-3-11

NBU 1022-12K1BS 10S-22E-Sec. 12 SENW/NESW

Surface: 2473' FNL, 2359' FWL Bottom Hole: 2567' FSL, 2142' FWL

Uintah County, Utah

Dear Ms. Mason:

Pursuant to the filing of Kerr-McGee Oil & Gas Onshore LP's (Kerr-McGee) Application for Permit to Drill regarding the above referenced well, we are hereby submitting this letter in accordance with Oil & Gas Conservation Rule R649-3-11 pertaining to the Exception to Location and Siting of Wells.

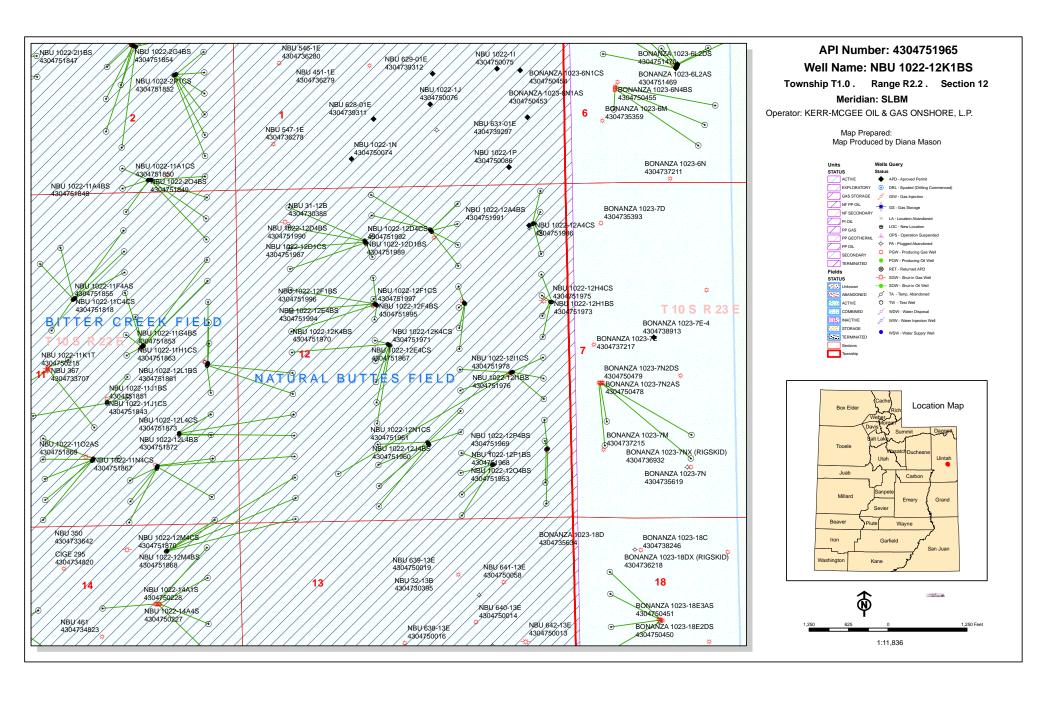
- Kerr-McGee's NBU 1022-12K1BS is located within the Natural Buttes Unit area.
- Kerr-McGee is permitting this well as a directional well in order to minimize surface disturbance. Locating the well at the surface location and directionally drilling from this location, Kerr-McGee will be able to utilize the existing road and pipelines in the area.
- Furthermore, Kerr-McGee certifies that it is the sole working interest owner within 460 feet of the entire directional well bore.

Therefore, based on the above stated information Kerr-McGee Oil & Gas Onshore LP requests the permit be granted pursuant to R649-3-11.

Sincerely,

KERR-MCGEE OIL & GAS ONSHORE LP

Joseph D. Johnson Landman



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office P.O. Box 45155 Salt Lake City, Utah 84145-0155

IN REPLY REFER TO: 3160 (UT-922)

September 19, 2011

Memorandum

Assistant District Manager Minerals, Vernal District To:

From: Michael Coulthard, Petroleum Engineer

2011 Plan of Development Natural Buttes Unit

Uintah County, Utah.

Pursuant to email between Diana Whitney, Division of Oil, Gas and Mining, and Mickey Coulthard, Utah State Office, Bureau of Land Management, the following wells are planned for calendar year 2011 within the Natural Buttes Unit, Uintah County, Utah.

API # WELL NAME LOCATION

(Proposed PZ WASATCH-MESA VERDE)

NBU 1022-12H PAD

43-047-51941 NBU 1022-12H4BS Sec 12 T10S R22E 1846 FNL 0361 FEL BHL Sec 12 T10S R22E 2071 FNL 0491 FEL 43-047-51942 NBU 1022-12H1CS Sec 12 T10S R22E 1843 FNL 0341 FEL BHL Sec 12 T10S R22E 1740 FNL 0491 FEL 43-047-51973 NBU 1022-12H1BS Sec 12 T10S R22E 1842 FNL 0331 FEL BHL Sec 12 T10S R22E 1408 FNL 0491 FEL 43-047-51975 NBU 1022-12H4CS Sec 12 T10S R22E 1845 FNL 0351 FEL BHL Sec 12 T10S R22E 2402 FNL 0492 FEL NBU 1022-120 PAD 43-047-51943 NBU 1022-12N4BS Sec 12 T10S R22E 1224 FSL 2329 FEL BHL Sec 12 T10S R22E 0580 FSL 2150 FWL 43-047-51945 NBU 1022-12N4CS Sec 12 T10S R22E 1216 FSL 2323 FEL BHL Sec 12 T10S R22E 0251 FSL 2141 FWL 43-047-51956 NBU 1022-12J4CS Sec 12 T10S R22E 1240 FSL 2341 FEL BHL Sec 12 T10S R22E 1409 FSL 1817 FEL 43-047-51959 NBU 1022-12N1BS Sec 12 T10S R22E 1257 FSL 2352 FEL BHL Sec 12 T10S R22E 1242 FSL 2147 FWL 43-047-51960 NBU 1022-12J4BS Sec 12 T10S R22E 1249 FSL 2346 FEL

BHL Sec 12 T10S R22E 1740 FSL 1816 FEL

API #	WE:	LL NAME		LO	CATIO	N			
(Proposed PZ	WASA	ATCH-MESA VERD	E)						
		1022-12N1CS BHL					_		
NBU 1022-12B 43-047-51944		1022-12B1BS BHL						2232 1797	
43-047-51979	NBU	1022-12C1BS BHL						2244 2138	
43-047-51980	NBU	1022-12B1CS BHL						2227 1806	
43-047-51981	NBU	1022-12C1CS BHL						2238 2133	
43-047-51982	NBU	1022-12B4BS BHL						2221 1807	
43-047-51983 NBU 1022-12P		1022-12B4CS BHL						2215 1808	
		1022-12P4CS BHL						0442 0491	
43-047-51962	NBU	1022-12I4CS BHL						0451 0493	
43-047-51968	NBU	1022-12P1BS BHL						0461 0489	
								0470 0494	
NBU 1022-12P 2 43-047-51949		1022-1201BS						1322 1818	
43-047-51950	NBU	1022-1201CS BHL					_	1331 1834	
43-047-51953	NBU	1022-1204BS BHL					_	1313 1820	
		1022-1204CS BHL						1304 1828	
NBU 1022-12A 43-047-51951		1022-12A1BS BHL						0621 0481	
43-047-51952	NBU	1022-12A1CS BHL						0592 0490	

API #	WE:	LL NAME		LO	CATIO	N		
(Proposed PZ	WASA	ATCH-MESA VERDI	Ξ)					
43-047-51986	NBU	1022-12A4CS BHL			R22E R22E			
43-047-51991	NBU	1022-12A4BS BHL			R22E R22E			
NBU 1022-12I 43-047-51955		1022-12J1CS BHL			R22E R22E			
43-047-51957	NBU	1022-12J1BS BHL			R22E R22E			
43-047-51958	NBU	1022-12I4BS BHL			R22E R22E		_	
43-047-51976	NBU	1022-12I1BS BHL			R22E R22E			
43-047-51978	NBU	1022-12I1CS BHL			R22E R22E			
NBU 1022-12G 43-047-51963		1022-12G1CS BHL			R22E R22E			
43-047-51972	NBU	1022-12G4BS BHL			R22E R22E			
43-047-51974	NBU	1022-12G1BS BHL			R22E R22E			
43-047-51977 NBU 1022-12F					R22E R22E			
		1022-12F4CS			R22E R22E			
43-047-51965	NBU	1022-12K1BS BHL			R22E R22E			
43-047-51966	NBU	1022-12K1CS BHL			R22E R22E			
43-047-51967	NBU	1022-12E4CS BHL			R22E R22E			
43-047-51970	NBU	1022-12K4BS BHL			R22E R22E			
43-047-51971	NBU	1022-12K4CS BHL			R22E R22E			

Page 4

API # WELL NAME

LOCATION

(Proposed PZ WASATCH-MESA VERDE)

NBU 1022-12CPAD

NBU 1022-12C	PAD										
43-047-51984	NBU	1022-12C4									
			BHL	Sec	12	T10S	R22E	0745	FNL	2134	FWL
43-047-51985	NBU	1022-12C4	CS	Sec	12	T10S	R22E	0855	FNL	2031	FWL
			BHL	Sec	12	T10S	R22E	1076	FNL	2135	FWL
43-047-51987	NBU	1022-12D1	CS	Sec	12	T10S	R22E	0818	FNL	2016	FWL
			BHL	Sec	12	T10S	R22E	0579	FNL	0819	FWL
43-047-51989	NBU	1022-12D1									
			BHL	Sec	12	T10S	R22E	0260	FNL	0823	FWL
43-047-51990	NBU	1022-12D4	BS	Sec	12	T10S	R22E	0837	FNL	2024	FWL
			BHL	Sec	12	T10S	R22E	0910	FNL	0819	FWL
43-047-51992	NBU	1022-12D4	CS	Sec	12	T10S	R22E	0846	FNL	2027	FWL
1000 10			BHL	Sec	12	T10S	R22E	1241	FNL	0820	FWL
NBU 1022-12F I 43-047-51988		1000 1001	D.C	C	1 0	ш1 ОС	DOOR	1010	TONTT	2116	TOTALT
43-047-31966	NDU	1022-1261.								0820	
43-047-51993	NBU	1022-12E1	CS	Sec	12	T10S	R22E	1824	FNL	2154	FWL
			BHL	Sec	12	T10S	R22E	1903	FNL	0821	FWL
43-047-51994	NBU	1022-12E4	BS	Sec	12	T10S	R22E	1835	FNL	2170	FWL
			BHL	Sec	12	T10S	R22E	2234	FNL	0821	FWL
43-047-51995	NBU	1022-12F4	BS	Sec	12	T10S	R22E	1847	FNL	2187	FWL
			BHL	Sec	12	T10S	R22E	2070	FNL	2140	FWL
43-047-51996	NBU	1022-12F1	BS	Sec	12	T10S	R22E	1841	FNL	2179	FWL
			BHL	Sec	12	T10S	R22E	1407	FNL	2137	FWL
43-047-51997	NBU	1022-12F1	CS	Sec	12	T10S	R22E	1830	FNL	2162	FWL
			BHL	Sec	12	T10S	R22E	1739	FNL	2138	FWL

Michael L. Coulthard

Digitally signed by Michael L. Coulthard
DN: cn=Michael L. Coulthard, o=Bureau of Land Management, ou=Branch of Minerals,
email=Michael_Coulthard@blm.gov, c=US
Date: 2011.09.19 1447/24 - 0600'

bcc: File - Natural Buttes Unit
 Division of Oil Gas and Mining

Central Files Agr. Sec. Chron Fluid Chron

MCoulthard:mc:9-19-11

From: Diana Mason

To:

Subject: Fwd: Kerr McGee APD approvals

The following APDs have been approved by SITLA including arch and paleo clearance.

```
NBU 1022-12A1BS (4304751951)
NBU 1022-12A1CS (4304751952)
NBU 1022-12A4CS (4304751986
)NBU 1022-12A4BS (4304751991)
NBU 1022-12J1CS (4304751955)
NBU 1022-12J1BS (4304751957)
NBU 1022-12I4BS (4304751958)
NBU 1022-12I1BS (4304751976)
NBU 1022-12I1CS (4304751978)
NBU 1022-12B1BS (4304751944
)NBU 1022-12C1BS (4304751979)
NBU 1022-12B1CS (4304751980)
)NBU 1022-12C1CS (4304751981)
NBU 1022-12B4BS (4304751982)
NBU 1022-12B4CS ( 4304751983
)NBU 1022-12H4BS ( 4304751941)
NBU 1022-12H1CS (4304751942)
NBU 1022-12H1BS (4304751973)
NBU 1022-12H4CS (4304751975)
NBU 1022-12F4CS (4304751964)
NBU 1022-12K1BS (4304751965)
NBU 1022-12K1CS (4304751966)
NBU 1022-12E4CS (4304751967)
NBU 1022-12K4BS (4304751970)
NBU 1022-12K4CS (4304751971)
NBU 1022-1201BS (4304751949)
NBU 1022-1201CS (4304751950)
NBU 1022-12O4BS (4304751953)
NBU 1022-1204CS (4304751954)
NBU 1022-12P4CS (4304751947)
NBU 1022-12I4CS (4304751962)
NBU 1022-12P1BS (4304751968)
NBU 1022-12P4BS (4304751969)
NBU 1022-12G1CS (4304751963)
NBU 1022-12G4BS (4304751972)
NBU 1022-12G1BS (4304751974)
NBU 1022-12G4CS (4304751977)
NBU 1022-12N4BS (4304751943)
NBU 1022-12N4CS (4304751945)
NBU 1022-12J4CS (4304751956)
NBU 1022-12N1BS (4304751959)
NBU 1022-12J4BS (4304751960)
NBU 1022-12N1CS (4304751961)
```

-Jim Davis

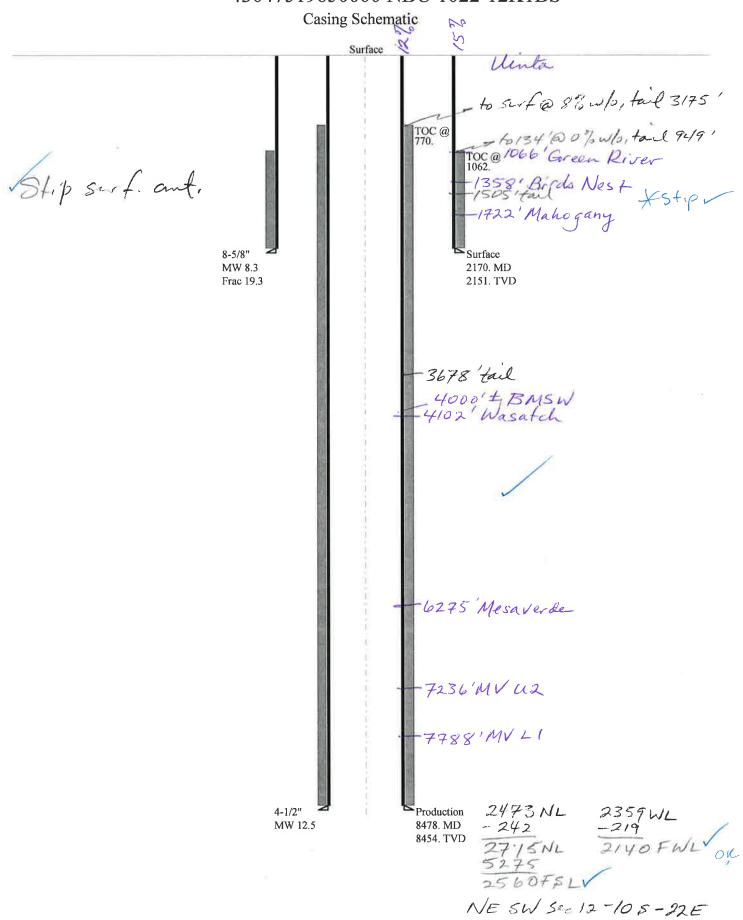
Jim Davis Utah Trust Lands Administration jimdavis1@utah.gov Phone: (801) 538-5156

BOPE REVIEW KERR-MCGEE OIL & GAS ONSHORE, L.P. NBU 1022-12K1BS 43047519650000

W. U.N.							_	-	I
Well Name		KERR-MCGE	E O	IL & GAS C	NS	HORE, L.P. N	BU	1022-12K1B	
String		Surf	P	rod	Ш				
Casing Size(")		8.625	4	.500			[
Setting Depth (TVD)		2151	8	454					
Previous Shoe Setting Dept	th (TVD)	40	2	151					
Max Mud Weight (ppg)		8.3	1:	2.5	Ī		Ī		
BOPE Proposed (psi)		500	5	000	Ī		Ī		
Casing Internal Yield (psi)		3390	7	780	Ī		Ī		
Operators Max Anticipate	d Pressure (psi)	5411	1:	2.3					
Calculations	Sur	f String				8.62	25	"	
Max BHP (psi)		.052*Setti	ing l	Depth*M	W=	928			
								BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	x BHP-(0.12*	*Set	ting Dep	h)=	670		NO	air drill
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	ting Dep	h)=	455		YES	OK
								*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previo	us S	Shoe Dep	h)=	464	Ī	NO	Reasonable for area
Required Casing/BOPE To	est Pressure=					2151		psi	
*Max Pressure Allowed @ Previous Casing Shoe=			40		psi *Ass	umes 1psi/ft frac gradient			
Calculations	Proc	d String				4.50	00	"	
Max BHP (psi)		.052*Setti	ing l	Depth*M	W	5495	╗		
						<u> </u>	=	BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	x BHP-(0.12*	*Set	ting Dep	h)=	4481	ī	YES	i
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	ting Dept	h)=	3635	Ħ	YES	OK
		<u> </u>			_	1,000	=	1	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previo	us S	Shoe Dep	h)=	4108	ī	NO	Reasonable
Required Casing/BOPE Te	est Pressure=					5000	Ŧ	psi	
*Max Pressure Allowed @	Previous Casing Shoe=					2151	Ħ	psi *Ass	umes 1psi/ft frac gradient
						1.			
Calculations	S	tring				-	_	"	
Max BHP (psi)		.052*Setti	ing l	Depth*M	W=	<u> </u>	╝		
25.02.02.0			. ~			_	_	BOPE Ade	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)		x BHP-(0.12*			_	-	╝	NO	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	ting Dep	h)=	-	ĺ	NO	
					_			*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe		epth - Previou	us S	Shoe Dep	:h)=		Ĺ	NO	
Required Casing/BOPE Te								psi	
*Max Pressure Allowed @	Previous Casing Shoe=							psi *Ass	umes 1psi/ft frac gradient
Calculations	S	tring						"	
Max BHP (psi)		.052*Setti	ing l	Depth*M	W=				
								BOPE Add	equate For Drilling And Setting Casing at Depth?
MASP (Gas) (psi)	Max	x BHP-(0.12*	*Set	ting Dep	h)=			NO	
MASP (Gas/Mud) (psi)	Max	x BHP-(0.22*	*Set	ting Dep	h)=			NO	
								*Can Full	Expected Pressure Be Held At Previous Shoe?
Pressure At Previous Shoe	Max BHP22*(Setting D	epth - Previou	us S	Shoe Dep	h)=			NO	
Required Casing/BOPE Te	est Pressure=						Ī	psi	
1						12-	-		

*Max Pressure Allowed @ Previous Casing Shoe= psi *Assumes 1psi/ft frac gradient

43047519650000 NBU 1022-12K1BS



Well name:

43047519650000 NBU 1022-12K1BS

Operator:

KERR-MCGEE OIL & GAS ONSHORE, L.P.

String type:

Surface

Project ID:

43-047-51965

Location:

UINTAH

COUNTY

Design	parameters:
Collans	9

Mud weight:

8.330 ppg Design is based on evacuated pipe.

Minimum design factors: Collapse:

Design factor 1.125 **Environment:**

H2S considered? Surface temperature: Bottom hole temperature: No 74 °F

104 °F 1.40 °F/100ft Temperature gradient:

Minimum section length: 100 ft

Burst:

Design factor

1.00

1.80 (J)

1.70 (J)

1.60 (J)

1.50 (J)

1.50 (B)

Cement top:

1.062 ft

Burst

Max anticipated surface

No backup mud specified.

pressure: Internal gradient: Calculated BHP

1,910 psi 0.120 psi/ft

2,168 psi

Tension: 8 Round STC:

8 Round LTC: Buttress:

Premium:

Body yield:

Tension is based on air weight. Neutral point: 1,903 ft Directional Info - Build & Drop

Kick-off point 300 ft Departure at shoe: 257 ft Maximum dogleg: 2 °/100ft

Inclination at shoe: Re subsequent strings:

Next setting depth: Next mud weight: Next setting BHP:

8,478 ft 12.500 ppg 5,505 psi 19.250 ppg

9°

Fracture mud wt: Fracture depth: 2,170 ft Injection pressure: 2,170 psi

Run Segment Nominal End True Vert Measured Drift Est. Depth Diameter Length Size Weight Grade Finish Depth Cost Seq (lbs/ft) (ft) (in) (ft) (ft) (in) (\$) 2170 85932 1 2170 8.625 28.00 1-55 LT&C 2151 7.892 Run Collapse Collapse Collapse **Burst Burst** Burst Tension **Tension** Tension Strength Design Load Strenath Design Load Strength Design Seq Load (psi) (psi) **Factor Factor** (kips) (kips) **Factor** (psi) (psi) 2168 3390 1.56 60.2 348 5.78 J 1 931 1880 2.020

Prepared

Helen Sadik-Macdonald

Div of Oil, Gas & Mining

Phone: 801 538-5357 FAX: 801-359-3940

Date: November 21,2011 Salt Lake City, Utah

Remarks:

Collapse is based on a vertical depth of 2151 ft, a mud weight of 8.33 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

43047519650000 NBU 1022-12K1BS Well name:

KERR-MCGEE OIL & GAS ONSHORE, L.P. Operator:

Production String type:

Location:

Project ID: 43-047-51965

UINTAH COUNTY

Design parameters: Minimum design factors: **Environment:** H2S considered? **Collapse** Collapse: No 74 °F Mud weight: 12.500 ppg Design factor 1.125 Surface temperature: 192 °F Design is based on evacuated pipe. Bottom hole temperature: Temperature gradient: 1.40 °F/100ft Minimum section length: 100 ft **Burst:** 1.00 770 ft Design factor Cement top: Burst Max anticipated surface pressure: 3,630 psi Internal gradient: 0.220 psi/ft Directional Info - Build & Drop **Tension:** Calculated BHP 5,490 psi 8 Round STC: 1.80 (J) Kick-off point 300 ft 8 Round LTC: Departure at shoe: 326 ft 1.80 (J) 1.60 (J) Maximum dogleg: 2 °/100ft No backup mud specified. Buttress: 0° Premium: 1.50 (J) Inclination at shoe:

> Tension is based on air weight. Neutral point: 6,898 ft

1.60 (B)

Body yield:

True Vert Segment Nominal End Measured Drift Est. Run Weight Seq Length Size Grade Finish Depth Depth Diameter Cost (ft) (in) (lbs/ft) (ft) (ft) (in) (\$) 1 8478 4.5 11.60 **I-80** LT&C 8454 8478 3.875 111910 Run Collapse Collapse Collapse **Burst** Burst Burst Tension **Tension Tension** Seq Load Strength Design Load Strength Design Load Strength Design (psi) **Factor** (psi) (psi) **Factor** (kips) (kips) **Factor** (psi) 5490 6360 5490 98.1 1 1.159 7780 1.42 212 2.16 J

Helen Sadik-Macdonald Prepared Div of Oil, Gas & Mining by:

Phone: 801 538-5357 FAX: 801-359-3940

Date: November 21,2011 Salt Lake City, Utah

Collapse is based on a vertical depth of 8454 ft, a mud weight of 12.5 ppg. The casing is considered to be evacuated for collapse purposes. Collapse strength is based on the Westcott, Dunlop & Kemler method of biaxial correction for tension.

Burst strength is not adjusted for tension.

Collapse strength is (biaxially) derated for doglegs in directional wells by multiplying the tensile stress by the cross section area to calculate a

ON-SITE PREDRILL EVALUATION

Utah Division of Oil, Gas and Mining

Operator KERR-MCGEE OIL & GAS ONSHORE, L.P.

Well Name NBU 1022-12K1BS

API Number 43047519650000 APD No 4592 Field/Unit NATURAL BUTTES

Location: 1/4,1/4 SENW **Sec** 12 **Tw** 10.0S **Rng** 22.0E 2473 FNL 2359 FWL

GPS Coord (UTM) 637625 4424789 Surface Owner

Participants

Andy Lytle, Sheila Wopsock, Charles Chase, Grizz Oleen, Jaime Scharnowski, Doyle Holmes, (Kerr McGee). John Slaugh, Mitch Batty, (Timberline). Jim Davis (SITLA). Ben Williams (DWR). David Hackford, (DOGM).

Regional/Local Setting & Topography

The general area is in the southeast portion of the Natural Buttes Unit. Within this area is the White River and rugged drainages that drain into it. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River is approx. 0.3 miles to the west. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 47.3 miles to the northwest. Access from Vernal is by following Utah State, Uintah County and oilfield development roads. Five wells, in addition to this one (for a total of six) will be directionally drilled from this pad. This proposed location will be a new pad. A 610' new access road will be constructed. The proposed location will run in a northwest-southeast direction on the top of a flat topped ridge. This ridge breaks off sharply into rugged secondary canyons especially to the south. The reserve pit will be on the south corner of the location and the excess cut stockpiles will be on the west, north and south sides of the location. The north corner of the location will be compacted fill. The pad should be stable and should be a suitable location for six wells, and is on the best site available in the immediate area.

Surface Use Plan

Current Surface Use

Grazing

Wildlfe Habitat

New Road Miles Well Pad Src Const Material Surface Formation

0.11 Width 352 Length 425 Onsite UNTA

Ancillary Facilities N

Waste Management Plan Adequate?

Environmental Parameters

Affected Floodplains and/or Wetlands N

Flora / Fauna

Prickly pear, wild onion, shadscale, mat saltbrush, Indian ricegrass, halogeton, pepper grass, annuals and curly Vegetation is a salt desert shrub type. Principal species present are cheatgrass, black sagebrush, stipa, mesquite grass.

Sheep, antelope, coyote, raptors, small mammals and birds.

Soil Type and Characteristics

12/12/2011 Page 1

Rocky sandy clay loam.

Erosion Issues N

Sedimentation Issues N

Site Stability Issues Y

North corner of location will be 7.4 feet of fill. This must be compacted during location construction.

Drainage Diverson Required? N

Berm Required? N

Erosion Sedimentation Control Required? N

Paleo Survey Run? Y Paleo Potental Observed? N Cultural Survey Run? Y Cultural Resources? N

Reserve Pit

Site-Specific Factors	Site Ranking					
Distance to Groundwater (feet)	100 to 200	5				
Distance to Surface Water (feet)	>1000	0				
Dist. Nearest Municipal Well (ft)	>5280	0				
Distance to Other Wells (feet)		20				
Native Soil Type	High permeability	20				
Fluid Type	Fresh Water	5				
Drill Cuttings	Normal Rock	0				
Annual Precipitation (inches)		0				
Affected Populations						
Presence Nearby Utility Conduits	Not Present	0				
	Final Score	50	1 Sensitivity Level			

Characteristics / Requirements

The reserve pit is planned in an area of cut on the south corner of the location. Dimensions are 120' x 260' x 12' deep with two feet of freeboard. Kerr McGee has agreed to line this pit with a 16 mil synthetic liner and a layer of felt sub-liner.

Closed Loop Mud Required? N Liner Required? Y Liner Thickness 16 Pit Underlayment Required? Y

Other Observations / Comments

There is an unused water well 300' north of this site.

Evaluator	Date / Time
David Hackford	10/12/2011

12/12/2011 Page 2

Application for Permit to Drill Statement of Basis

12/12/2011 Utah Division of Oil, Gas and Mining

Page 1

APD No	API WellNo	Status	Well Type	Surf Owner	CBM
4592	43047519650000	SITLA	GW	S	No
•	MEDD MOCKE OH & CACON	CHORE I D			

Operator KERR-MCGEE OIL & GAS ONSHORE, L.P. Surface Owner-APD

Well Name NBU 1022-12K1BS Unit NATURAL BUTTES

Field NATURAL BUTTES Type of Work DRILL

Location SENW 12 10S 22E S 2473 FNL 2359 FWL GPS Coord (UTM) 637556E 4424994N

Geologic Statement of Basis

Kerr McGee proposes to set 2,170' of surface casing at this location. The depth to the base of the moderately saline water at this location is estimated to be at a depth of 4,000'. A search of Division of Water Rights records shows no water wells within a 10,000 foot radius of the center of Section 12. The surface formation at this site is the Uinta Formation. The Uinta Formation is made up of interbedded shales and sandstones. The sandstones are mostly lenticular and discontinuous and should not be a significant source of useable ground water. Production casing cement should be brought up above the base of the moderately saline ground water to isolate it from fresher waters uphole.

Brad Hill 11/2/2011
APD Evaluator Date / Time

Surface Statement of Basis

The general area is in the southeast portion of the Natural Buttes Unit. Within this area is the White River and rugged drainages that drain into it. Topography is varied and frequently dissected by short draws or washes, which become overly steep as they approach the White River breaks or rim. Distance to the White River is 0.3 miles to the east. The side drainages are dry except for ephemeral flows. No seeps or springs exist in the area. An occasional pond has been constructed to supply water for livestock and antelope. Vernal, Utah is approximately 47.3 miles to the northwest. Access from Vernal is by following Utah State, Uintah County and oilfield development roads. A 610' new access road will be constructed.

Six wells will be directionally drilled from this location. They are the NBU 1022-12E4CS, NBU 1022-12F4CS, NBU 1022-12K1BS, NBU 1022-12K1CS, NBU 1022-12K4BS and the NBU 1022-12K4CS. The proposed location is on the point of a flat topped ridge that runs in a north-south direction. This ridge breaks off sharply into rugged secondary canyons especially to the south. The pad as constructed should be stable and sufficient for six wells, and is the best site in the immediate area.

Excess material will be stockpiled on the west and east sides of the location. The north corner of the location will be fill and will be compacted during location construction.

Both the surface and minerals are owned by SITLA. Jim Davis of SITLA and Ben Williams with DWR were invited by email to the pre-site evaluation. Both were present. Kerr McGee was told to consult with SITLA for reclamation standards including seeding mixes to be used.

David Hackford 10/12/2011
Onsite Evaluator Date / Time

Conditions of Approval / Application for Permit to Drill

Category Condition

Pits A synthetic liner with a minimum thickness of 16 mils with a felt subliner shall be properly installed and maintained in the

reserve pit.

Pits The reserve pit should be located on the south side of the location.

RECEIVED: December 12, 2011

Application for Permit to Drill Statement of Basis

Utah Division of Oil, Gas and Mining

Page 2

Surface

12/12/2011

The well site shall be bermed to prevent fluids from leaving the pad.

RECEIVED: December 12, 2011

WORKSHEET APPLICATION FOR PERMIT TO DRILL

APD RECEIVED: 9/13/2011 API NO. ASSIGNED: 43047519650000

WELL NAME: NBU 1022-12K1BS

OPERATOR: KERR-MCGEE OIL & GAS ONSHORE, L.P. (N2995) **PHONE NUMBER:** 720 929-6086

CONTACT: Gina Becker

PROPOSED LOCATION: SENW 12 100S 220E **Permit Tech Review:**

> SURFACE: 2473 FNL 2359 FWL **Engineering Review:**

> **BOTTOM: 2567 FSL 2142 FWL** Geology Review:

COUNTY: UINTAH

LATITUDE: 39.96391 LONGITUDE: -109.38940

UTM SURF EASTINGS: 637556.00 NORTHINGS: 4424994.00

FIELD NAME: NATURAL BUTTES LEASE TYPE: 3 - State

LEASE NUMBER: UT ST UO 01997-A ST PROPOSED PRODUCING FORMATION(S): WASATCH-MESA VERDE

SURFACE OWNER: 3 - State **COALBED METHANE: NO**

RECEIVED AND/OR REVIEWED: LOCATION AND SITING:

✓ PLAT R649-2-3.

Unit: NATURAL BUTTES Bond: STATE/FEE - 22013542

Potash R649-3-2. General

Oil Shale 190-5

Oil Shale 190-3 R649-3-3. Exception

Drilling Unit Oil Shale 190-13

Board Cause No: Cause 173-14 Water Permit: 43-8496

Effective Date: 12/2/1999 **RDCC Review:**

Siting: Suspends General Siting **Fee Surface Agreement**

✓ Intent to Commingle ✓ R649-3-11. Directional Drill

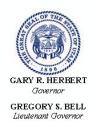
Commingling Approved

Comments: Presite Completed

Stipulations:

3 - Commingling - ddoucet 5 - Statement of Basis - bhill 15 - Directional - dmason 17 - Oil Shale 190-5(b) - dmason 25 - Surface Casing - hmacdonald

API Well No: 43047519650000



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Permit To Drill

Well Name: NBU 1022-12K1BS **API Well Number:** 43047519650000

Lease Number: UT ST UO 01997-A ST

Surface Owner: STATE **Approval Date:** 12/12/2011

Issued to:

KERR-MCGEE OIL & GAS ONSHORE, L.P., P.O. Box 173779, Denver, CO 80217

Authority:

Pursuant to Utah Code Ann. §40-6-1 et seq., and Utah Administrative Code R649-3-1 et seq., the Utah Division of Oil, Gas and Mining issues conditions of approval, and permit to drill the listed well. This permit is issued in accordance with the requirements of Cause 173-14. The expected producing formation or pool is the WASATCH-MESA VERDE Formation(s), completion into any other zones will require filing a Sundry Notice (Form 9). Completion and commingling of more than one pool will require approval in accordance with R649-3-22.

Duration:

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date

Commingle:

In accordance with Board Cause No. 173-14, commingling of the production from the Wasatch formation and the Mesaverde formation in this well is allowed.

General:

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

Conditions of Approval:

In accordance with Utah Admin. R.649-3-11, Directional Drilling, the operator shall submit a complete angular deviation and directional survey report to the Division within 30 days following completion of the well.

In accordance with the Order in Cause No. 190-5(b) dated October 28, 1982, the operator shall comply with the requirements of Rules R649-3-31 and R649-3-27 pertaining to Designated Oil Shale Areas. Additionally, the operators shall ensure that the surface and or production casing is properly cemented over the entire oil shale section as defined by Rule R649-3-31. The Operator shall report the actual depth the oil shale is encountered to the division.

Compliance with the Conditions of Approval/Application for Permit to Drill outlined in the Statement of Basis (copy attached).

Surface casing shall be cemented to the surface.

API Well No: 43047519650000

Additional Approvals:

The operator is required to obtain approval from the Division of Oil, Gas and mining before performing any of the following actions during the drilling of this well:

- Any changes to the approved drilling plan contact Dustin Doucet
- Significant plug back of the well contact Dustin Doucet
- Plug and abandonment of the well contact Dustin Doucet

Notification Requirements:

The operator is required to notify the Division of Oil, Gas and Mining of the following actions during drilling of this well:

- Within 24 hours following the spudding of the well contact Carol Daniels OR
- submit an electronic sundry notice (pre-registration required) via the Utah Oil & Gas website at http://oilgas.ogm.utah.gov
- 24 hours prior to testing blowout prevention equipment contact Dan Jarvis
- 24 hours prior to cementing or testing casing contact Dan Jarvis
- Within 24 hours of making any emergency changes to the approved drilling program contact Dustin Doucet
- 24 hours prior to commencing operations to plug and abandon the well contact Dan Jarvis

Contact Information:

The following are Division of Oil, Gas and Mining contacts and their telephone numbers (please leave a voicemail message if the person is not available to take the call):

- Carol Daniels 801-538-5284 office
- Dustin Doucet 801-538-5281 office

801-733-0983 - after office hours

• Dan Jarvis 801-538-5338 - office

801-231-8956 - after office hours

Reporting Requirements:

All reports, forms and submittals as required by the Utah Oil and Gas Conservation General Rules will be promptly filed with the Division of Oil, Gas and Mining, including but not limited to:

- Entity Action Form (Form 6) due within 5 days of spudding the well
- Monthly Status Report (Form 9) due by 5th day of the following calendar month
- Requests to Change Plans (Form 9) due prior to implementation
- Written Notice of Emergency Changes (Form 9) due within 5 days
- Notice of Operations Suspension or Resumption (Form 9) due prior to implementation
- Report of Water Encountered (Form 7) due within 30 days after completion
- Well Completion Report (Form 8) due within 30 days after completion or plugging

Approved By:

For John Rogers Associate Director, Oil & Gas

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURC DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01997-
SUNDR	Y NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
	posals to drill new wells, significantly or reenter plugged wells, or to drill horizon n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12K1BS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047519650000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-6	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: I 2 Township: 10.0S Range: 22.0E Merid	ian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
✓ SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
4/6/2012	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
Report Date:		SITA STATUS EXTENSION	
	WILDCAT WELL DETERMINATION	☐ OTHER	OTHER:
MIRU TRIPLE A BU RAN 14" 36.7# SC	COMPLETED OPERATIONS. Clearly show a CKET RIG. DRILLED 20" CON HEDULE 10 CONDUCTOR PII . SPUD WELL LOCATION ON HRS.	DUCTOR HOLE TO 40'. PE. CEMENT WITH 28	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY April 17, 2012
NAME (PLEASE PRINT)	PHONE NUMB		
Jaime Scharnowske SIGNATURE	720 929-6304	Regulartory Analyst DATE	
SIGNATURE N/A		4/11/2012	

SUBMIT AS EMAIL

Print Form

BLM - Vernal Field Office - Notification Form

Operator KERR-McGEE OIL & G	
Submitted By JAIME SCHARNOWSKE Well Name/Number NBU 1022-1	
Qtr/Qtr <u>SENW</u> Section 12	
Lease Serial Number UT ST UO	•
API Number 4304751965	01337-A 01
1001701000	
Spud Notice – Spud is the initia	nl spudding of the well, not drilling
out below a casing string.	
Date/Time <u>04/06/2012</u>	08:00 HRS AM PM
<u>Casing</u> – Please report time castimes.	sing run starts, not cementing
✓ Surface Casing	RECEIVED
Intermediate Casing	APR 0 3 2012
Production Casing	
Liner	DIV. OF OIL, GAS & MINING
Other	
Date/Time 04/14/2012	08:00 HRS AM PM
BOPE	
Initial BOPE test at surface	e casing point
BOPE test at intermediate	- ·
30 day BOPE test	
Other	
Date/Time	AM
Remarks estimated date and time. PLE	ASE CONTACT KENNY GATHINGS AT
435.828.0986 OR LOVEL YOUNG AT 435.781.70	

SUBMIT AS EMAIL

Print Form

BLM - Vernal Field Office - Notification Form

Operator KERR-McGEE OIL & G	
Submitted By JAIME SCHARNOWSKE Well Name/Number NBU 1022-1	
Qtr/Qtr <u>SENW</u> Section 12	
Lease Serial Number UT ST UO	•
API Number 4304751965	01337-A 01
1001701000	
Spud Notice - Spud is the initia	nl spudding of the well, not drilling
out below a casing string.	
Date/Time <u>04/06/2012</u>	08:00 HRS AM PM
<u>Casing</u> – Please report time castimes.	sing run starts, not cementing
✓ Surface Casing	RECEIVED
Intermediate Casing	APR 0 3 2012
Production Casing	
Liner	DIV. OF OIL, GAS & MINING
Other	
Date/Time 04/14/2012	08:00 HRS AM PM
BOPE	
Initial BOPE test at surface	e casing point
BOPE test at intermediate	- ·
30 day BOPE test	
Other	
Date/Time	AM
Remarks estimated date and time. PLE	ASE CONTACT KENNY GATHINGS AT
435.828.0986 OR LOVEL YOUNG AT 435.781.70	

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

ENTITY ACTION FORM

Operator:

KERR McGEE OIL & GAS ONSHORE LP

Operator Account Number: N 2995

Address:

P.O. Box 173779

City Denver

State CO Zip 80217 Phone Number: _(720) 929-6304

MALL 4

API Number	Well	Name	QQ	Sec	Twp	Rng	County	
4304751965	NBU 1022-12	22-12K1BS		SENW 12 10S		22E	UINTAH	
Action Code	Current Entity Number	New Entity Number	s	Spud Date			Entity Assignment Effective Date	
В	99999	2900	4	/6/2012		4	124,2012	

Comments: MIRU BUCKET RIG

SPUD WELL LOCATION ON 4/6/2012 AT 16:00 HOURS. WSMVD

Well 2

API Number	Well	QQ	Sec	Twp	Rng	County	
4304751967	NBU 1022	-12E4CS	SENW	12	108	22E	UINTAH
Action Code	Current Entity Number	New Entity Number	Sı	pud Dat	te	Entity Assignment Effective Date	
В	99999	2900		4/7/2012		<u> </u>	241200

Comments: MIRU BUCKET RIG

SPUD WELL LOCATION ON 4/7/2012 AT 09:00 HOURS.

Well 3

API Number	Well	Name	QQ	Sec	Twp	Rng	County
4304751964	NBU 1022	-12F4CS	S SENW 12 10S			22E	UINTAH
Action Code	Current Entity Number	New Entity Number	s	pud Dat	e	Entity Assignment Effective Date	
B	99999	2900	4/7/2012		4	124/2012	

Comments: MIRU BUCKET RIG

SPUD WELL LOCATION ON 4/7/2012 AT 12:30 HOURS.

ACTION CODES:

- A Establish new entity for new well (single well only)
- B Add new well to existing entity (group or unit well)
- c Re-assign well from one existing entity to another existing entity
- D Re-assign well from one existing entity to a new entity
- E Other (Explain in 'comments' section)

APR 1 1 2012

JAIME SCHARNOWSKE

Name (Please Print)

Signature

REGULATORY ANALYST

4/11/2012

Title

Date

	STATE OF UTAH		FORM 9
ı	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-
SUNDR	Y NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES		
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12K1BS
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047519650000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 8021	PHONE NUMBER: 73779 720 929-6	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL			COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: I 2 Township: 10.0S Range: 22.0E Merio	dian: S	STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICA	TE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYPE OF ACTION	
	ACIDIZE	ALTER CASING	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	☐ NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION
4/26/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:
MIRU AIR RIG ON A SURFACE CASING	COMPLETED OPERATIONS. Clearly show 4/24/2012. DRILLED SURFACE AND CEMENTED. WELL IS WANT JOB WILL BE INCLUDED WREPORT.	E HOLE TO 2295'. RAN AITING ON ROTARY RIG.	
NAME (PLEASE PRINT) Gina Becker	PHONE NUME 720 929-6086	ER TITLE Regulatory Analyst II	
SIGNATURE		DATE	
N/A		4/26/2012	

FORM 9

STATE OF UTAH

Do not use this form for proposals to drill ne drill horizontal late. 1. TYPE OF WELL OIL WELL 2. NAME OF OPERATOR: Kerr-McGee Oil & Gas Ons	5. LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-A ST 6. IF INDIAN, ALLOTTEE OR TRIBE NAME: 7. UNIT OF CA AGREEMENT NAME: UTU63047A 8. WELL NAME and NUMBER: Multiple Well Locations 9. API NUMBER:			
3. ADDRESS OF OPERATOR: P.O. Box 173779	Denver	CO 80217	PHONE NUMBER: (720) 929-6086	10. FIELD AND POOL, OR WILDCAT Natural Buttes
4 LOCATION OF WELL FOOTAGES AT SURFACE: Various QTR/QTR, SECTION, TOWNSHIP, RANGE	s Locations in T10S-R22			COUNTY: Uintah STATE: UTAH
11. CHECK APPR	ROPRIATE BOXES TO	INDICATE NATURE	OF NOTICE, REPO	RT, OR OTHER DATA
TYPE OF SUBMISSION		Т	YPE OF ACTION	
NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: 4/23/2012 SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion:	ACIDIZE ALTER CASING CASING REPAIR CHANGE TO PREVIOUS PLANGE TUBING CHANGE WELL NAME CHANGE WELL STATUS COMMINGLE PRODUCING FOR CONVERT WELL TYPE	NS OPERATOR PLUG AND PLUG BAC PRODUCT ORMATIONS RECLAMA	STRUCTION R CHANGE ABANDON	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON TUBING REPAIR VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF OTHER: Lease Number Correction
		lease number from U	*	ss, etc. Γ to UT ST UO 01197-A ST for
NAME (PLEASE PRINT) Gina T Be	cker Sair	TIT DA	4/23/2012	y Analyst

(This space for State use only)

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	A DE LIVAZI NIO	NA/FILL NIANAC			TOWNSHIP			COVALENCE NO	FEDERAL
<u> </u>	API UWI NO							GOV LEASE NO	LEASE NO
			UT	12	10	22			UTU63047A
			UT	12	10	22			UTU63047A
			UT	12	10	22		UT ST UO 01197-A ST	UTU63047A
$\overline{}$		NBU 1022-12A4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12B1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
_		NBU 1022-12B1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12B4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12B4CS	UT	12	10	22	UINTAH		UTU63047A
		NBU 1022-12C1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
10	4304751981	NBU 1022-12C1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
11	4304751984	NBU 1022-12C4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
12	4304751985	NBU 1022-12C4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
13	4304751989	NBU 1022-12D1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
14	4304751987	NBU 1022-12D1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
15	4304751990	NBU 1022-12D4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
16	4304751992	NBU 1022-12D4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
17	4304751988	NBU 1022-12E1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
18	4304751993	NBU 1022-12E1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
19	4304751994	NBU 1022-12E4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
20	4304751996	NBU 1022-12F1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
21	4304751997	NBU 1022-12F1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
22	4304751995	NBU 1022-12F4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
23	4304751967	NBU 1022-12E4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
24	4304751964	NBU 1022-12F4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
25	4304751965	NBU 1022-12K1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
26	4304751966	NBU 1022-12K1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
27	4304751970	NBU 1022-12K4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
28	4304751971	NBU 1022-12K4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
29	4304751974	NBU 1022-12G1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
30	4304751963	NBU 1022-12G1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
31	4304751972	NBU 1022-12G4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
32	4304751977	NBU 1022-12G4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
33	4304751973	NBU 1022-12H1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
-		NBU 1022-12H1CS		12	10	22	UINTAH		UTU63047A
		NBU 1022-12H4BS		12	10	22	UINTAH		UTU63047A
		NBU 1022-12H4CS	UT	12	10	22	UINTAH		UTU63047A
		NBU 1022-1211BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12I1CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12I4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
_		NBU 1022-12J1BS	UT	12	10	22	UINTAH		UTU63047A
		NBU 1022-12J1CS	UT	12	10	22	UINTAH		UTU63047A
		NBU 1022-12J4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12J4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
_		NBU 1022-12N1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
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		NBU 1022-12N4CS	-	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12I4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
		NBU 1022-12P1BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
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							SL		
			SL	SL	SL	SL	COUNTY		FEDERAL
	API UWI NO	WELL NAME	STATE	SECTION	TOWNSHIP	RANGE	NAME	GOV LEASE NO	LEASE NO
50	4304751969	NBU 1022-12P4BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
51	4304751947	NBU 1022-12P4CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
52	4304751949	NBU 1022-1201BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
53	4304751950	NBU 1022-1201CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
54	4304751953	NBU 1022-1204BS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A
55	4304751954	NBU 1022-1204CS	UT	12	10	22	UINTAH	UT ST UO 01197-A ST	UTU63047A

	STATE OF UTAH		FORM 9		
	DEPARTMENT OF NATURAL RESOURC DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-		
SUNDF	RY NOTICES AND REPORTS	ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:		
Do not use this form for pro- current bottom-hole depth, FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES				
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12K1BS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	NSHORE, L.P.		9. API NUMBER: 43047519650000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18t	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 73779 720 929-	9. FIELD and POOL or WILDCAT:		
4. LOCATION OF WELL FOOTAGES AT SURFACE:			COUNTY: UINTAH		
2473 FNL 2359 FWL QTR/QTR, SECTION, TOWNSI Qtr/Qtr: SENW Section:	HIP, RANGE, MERIDIAN: 12 Township: 10.0S Range: 22.0E Merid	ian: S	STATE: UTAH		
11. CHEC	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA		
TYPE OF SUBMISSION		TYPE OF ACTION			
	ACIDIZE	ALTER CASING	CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	✓ CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME		
5/16/2012	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE		
SUBSEQUENT REPORT	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION		
Date of Work Completion:	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK		
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION		
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON		
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL		
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION		
Report Date.	WILDCAT WELL DETERMINATION	OTHER	OTHER:		
THE OPERATOR R LOOP DRILLING O OTHER ASPECTS C	COMPLETED OPERATIONS. Clearly show a EQUESTS APPROVAL FOR A F PTION, AND A PRODUCTION OF THE PREVIOUSLY APPROVE E. PLEASE SEE THE ATTACHIVE	FIT WAIVER, A CLOSED CASING CHANGE. ALL ED DRILLING PLAN WILL	Approved by the Utah Division of Oil, Gas and Mining Date: May 24, 2012 By: Salah Count		
NAME (PLEASE PRINT) Cara Mahler	PHONE NUMB 720 929-6029	ER TITLE Regulatory Analyst I			
SIGNATURE N/A		DATE 5/16/2012			

NBU 1022-12K1BS Drilling Program
1 of 7

Kerr-McGee Oil & Gas Onshore. L.P.

NBU 1022-12K1BS

Surface: 2473 FNL / 2359 FWL SENW BHL: 2567 FSL / 2142 FWL NESW

Section 12 T10S R22E

Uintah County, Utah Mineral Lease: UT ST UO 01197-A ST

ONSHORE ORDER NO. 1

DRILLING PROGRAM

1. & 2. <u>Estimated Tops of Important Geologic Markers</u>: <u>Estimated Depths of Anticipated Water, Oil, Gas, or Mineral Formations</u>:

<u>Formation</u>	<u>Depth</u>	<u>Resource</u>
Uinta	0 - Surface	
Green River	1,066'	
Birds Nest	1,358'	Water
Mahogany	1,722'	Water
Wasatch	4,102'	Gas
Mesaverde	6,275'	Gas
Sego	8,454'	Gas
TVD	8,454'	
TD	8,478'	

3. <u>Pressure Control Equipment</u> (Schematic Attached)

Please refer to the attached Drilling Program

4. <u>Proposed Casing & Cementing Program:</u>

Please refer to the attached Drilling Program

5. <u>Drilling Fluids Program:</u>

Please refer to the attached Drilling Program

Evaluation Program:

Please refer to the attached Drilling Program

NBU 1022-12K1BS Drilling Program 2 of 7

7. **Abnormal Conditions:**

Maximum anticipated bottom hole pressure calculated at 8454' TVD, approximately equals 5,411 psi 0.64 psi/ft = actual bottomhole gradient

Maximum Anticipated Bottom Hole Pressure (MABHP) = Pore Pressure at TD

Maximum anticipated surface pressure equals approximately 3,539 psi (bottom hole pressure minus the pressure of a partially evacuated hole calculated at 0.22 psi/foot, per Onshore Order No. 2).

Per Onshore Order No. 2 - Max Anticipated Surf. Press.(MASP) = (Pore Pressure at next csg point-(0.22 psi/ft-partial evac gradient x TVD of next csg point))

8. <u>Anticipated Starting Dates:</u>

Drilling is planned to commence immediately upon approval of this application.

9. <u>Variances:</u>

Please refer to the attached Drilling Program. Onshore Order #2 – Air Drilling Variance

Kerr-McGee Oil & Gas Onshore LP (KMG) respectfully requests a variance to several requirements associated with air drilling outlined in Onshore Order 2

- · Blowout Prevention Equipment (BOPE) requirements;
- · Mud program requirements; and
- Special drilling operation (surface equipment placement) requirements associated with air drilling.

This Standard Operating Practices addendum provides supporting information as to why KMG current air drilling practices for constructing the surface casing hole should be granted a variance to Onshore Order 2 air drilling requirements.

The reader should note that the air rig is used only to construct a stable surface casing hole through a historically difficult lost circulation zone. A conventional rotary rig follows the air rig, and is used to drill and construct the majority of the wellbore.

More notable, KMG has used the air rig layout and procedures outlined below to drill the surface casing hole in approximately 675 wells without incident of blow out or loss of life.

Background

In a typical well, KMG utilizes an air rig for drilling the surface casing hole, an interval from the surface to surface casing depths, which varies in depth from 1,700 to 2,800 feet. The air rig drilling operation does not drill through productive or over pressured formations in KMG field, but does penetrate the Uinta and Green River Formations. The purpose of the air drilling operation is to overcome the severe loss circulation zone in the Green River known as the Bird's Nest while creating a stable hole for the surface casing. The surface casing hole is generally drilled to approximately 500 feet below the Bird's Nest.

NBU 1022-12K1BS Drilling Program
3 of 7

Before the surface air rig is mobilized, a rathole rig is utilized to set and cement conductor pipe through a competent surface formation. Generally, the conductor is set at 40 feet. In some cases, conductor may be set deeper in areas that the surface formation is not found competent. This rig also drills the rat and mouse holes in preparation for the surface casing and production string drilling operations.

The air rig is then mobilized to drill the surface casing hole by drilling a 12 1/4 inch hole for the first 200 feet, then will drill a 11inch hole to just above the Bird's Nest interval with an air hammer. The hammer is then tripped and replaced with a 11 inch tri-cone bit. The tri-cone bit is used to drill to the surface casing point, approximately 500 feet below the loss circulation zone (Bird's Nest). The 8-5/8 inch surface casing is then run and cemented in place, thereby isolating the lost circulation zone.

KMG fully appreciates Onshore Order 2 well control and safety requirements associated with a typical air drilling operations. However, the requirements of Onshore Order 2 are excessive with respect to the air rig layout and drilling operation procedures that are currently in practice to drill and control the surface casing hole in KMG Fields.

Variance for BOPE Requirements

The air rig operation utilizes a properly lubricated and maintained air bowl diverter system which diverts the drilling returns to a six-inch blooie line. The air bowl is the only piece of BOPE equipment which is installed during drilling operations and is sufficient to contain the air returns associated with this drilling operation. As was discussed earlier, the drilling of the surface hole does not encounter any over pressured or productive zones, and as a result standard BOPE equipment should not be required. In addition, standard drilling practices do not support the use of BOPE on 40 feet of conductor pipe.

Variance for Mud Material Requirements

Onshore Order 2 also states that sufficient quantities of mud materials shall be maintained or readily accessible for the purpose of assuring adequate well control. Once again, the surface hole drilling operations does not encounter over pressured or productive intervals, and as a result there is not a need to control pressure in the surface hole with a mud system. Instead of mud, the air rigs utilize water from the reserve pit for well control, if necessary. A skid pump which is located near the reserve pit (see attachment) will supply the water to the well bore.

Variance for Special Drilling Operation (surface equipment placement) Requirements

Onshore Order 2 requires specific safety distances or setbacks for the placement of associated standard air drilling equipment, wellbore, and reserve pits. The air rigs used to drill the surface holes are not typical of an air rig used to drill a producing hole in other parts of the US. These are smaller in nature and designed to fit a KMG location. The typical air rig layout for drilling surface hole in the field is attached.

Typically the blooie line discharge point is required to be 100 feet from the well bore. In the case of a KMG well, the reserve pit is only 45 feet from the rig and is used for the drill cuttings. The blooie line, which transports the drill cuttings from the well to the reserve pit, subsequently discharges only 45 feet from the well bore.

Typically the air rig compressors are required to be located in the opposite direction from the blooie line and a minimum of 100 feet from the well bore. At the KMG locations, the air rig compressors are approximately 40 feet from the well bore and approximately 60 feet from the blooie line discharge due to the unique air rig design. The air compressors (see attachment) are located on the rig (1250 cfm) and

NBU 1022-12K1BS Drilling Program 4 of 7

on a standby trailer (1170 cfm). A booster sits between the two compressors and boosts the output from 350 psi to 2000 psi. The design does put the booster and standby compressor opposite from the blooie line.

Lastly, Onshore Order 2 addresses the need for an automatic igniter or continuous pilot light on the blooie line. The air rig does not utilize an igniter as the surface hole drilling operation does not encounter productive formations.

Variance for FIT Requirements

KMG also respectfully requests a variance to Onshore Order 2, Section III, Part Bi, for the pressure integrity test (PIT, also known as a formation integrity test (FIT)). This well is not an exploratory well and is being drilled in an area where the formation integrity is well known. Additionally, when an FIT is run with the mud weight as required, the casing shoe frequently breaks down and causes subsequent lost circulation when drilling the entire depth of the well.

Conclusion

The air rig operating procedures and the attached air rig layout have effectively maintained well control while drilling the surface holes in KMG Fields. KMG respectfully requests a variance from Onshore Order 2 with respect to air drilling well control requirements as discussed above.

10. <u>Other Information:</u>

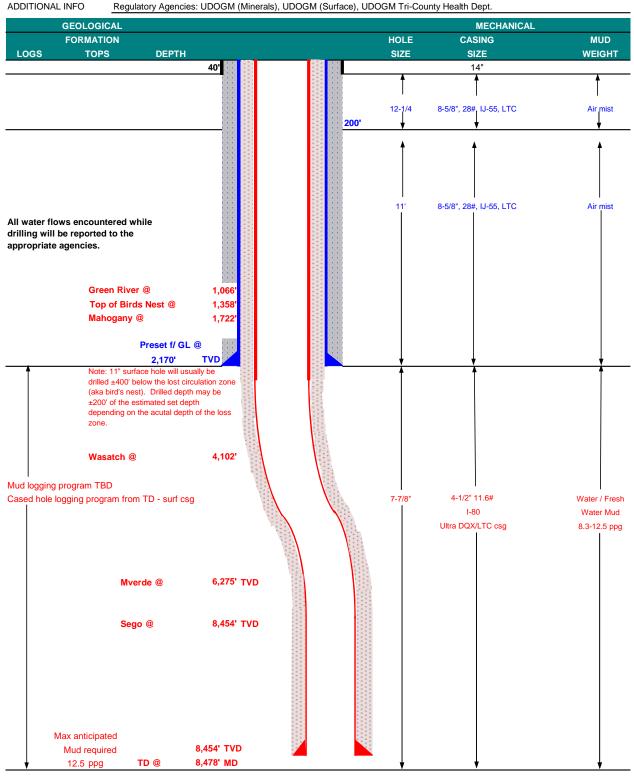
Please refer to the attached Drilling Program.

NBU 1022-12K1BS Drilling Program 5 of 7



KERR-McGEE OIL & GAS ONSHORE LP DRILLING PROGRAM

COMPANY NAME KERR-McGEE OIL & GAS ONSHORE LP May 16, 2012 NBU 1022-12K1BS WELL NAME 8,454' TVD 8,478' MD **FIELD** Natural Buttes COUNTY Uintah STATE Utah FINISHED ELEVATION 5197.5 SURFACE LOCATION SENW 2473 FNL 2359 FWL Sec 12 T 10S Latitude: 39.963944 -109.388654 NAD 27 Longitude: BTM HOLE LOCATION NESW 2567 FSL 2142 FWL Sec 12 T 10S R 22E Latitude: 39.963279 Longitude: -109.389434 NAD 27 OBJECTIVE ZONE(S) Wasatch/Mesaverde



NBU 1022-12K1BS Drilling Program
6 of 7



KERR-McGEE OIL & GAS ONSHORE LP

DRILLING PROGRAM

CASING PROGRAM	<u>/</u>	DESIGN FACTORS									
				LTC	DQX						
	SIZE	INTE	ERVAL		WT.	GR.	CPLG.	BURST	COLL	APSE	TENSION
CONDUCTOR	14"	0	-40'								
								3,390	1,880	348,000	N/A
SURFACE	8-5/8"	0	to	2,170	28.00	IJ-55	LTC	2.49	1.85	6.54	N/A
								7,780	6,350	223,000	267,035
PRODUCTION	4-1/2"	0	to	5,000	11.60	I-80	DQX	1.11	1.16		3.36
								7,780	6,350	223,000	267,035
	4-1/2"	5,000	to	8,478'	11.60	I-80	LTC	1.11	1.16	6.83	

Surface Casing:

(Burst Assumptions: TD =

12.5

2.5 ppg)

0.73 psi/ft = frac gradient @ surface shoe

Fracture at surface shoe with 0.1 psi/ft gas gradient above

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

Production casing:

(Burst Assumptions: Pressure test with 8.4ppg @

7000 psi)

0.64 psi/ft = bottomhole gradient

(Collapse Assumption: Fully Evacuated Casing, Max MW)

(Tension Assumptions: Air Weight of Casing*Buoy.Fact. of water)

CEMENT PROGRAM

	FT. OF FILL	DESCRIPTION	SACKS	EXCESS	WEIG	HT	YIELD
SURFACE LEAD	500'	Premium cmt + 2% CaCl	180	60%	15.80		1.15
Option 1		+ 0.25 pps flocele					
TOP OUT CMT (6 jobs)	1,200'	20 gals sodium silicate + Premium cmt	270	0%	15.80		1.15
		+ 2% CaCl + 0.25 pps flocele					
SURFACE		NOTE: If well will circulate water to	surface,	option 2 wi	ll be utilized		
Option 2 LEAD	1,670'	65/35 Poz + 6% Gel + 10 pps gilsonite	160	35%	11.00		3.82
		+ 0.25 pps Flocele + 3% salt BWOW					
TAIL	500'	Premium cmt + 2% CaCl	150	35%	15.80		1.15
		+ 0.25 pps flocele					
TOP OUT CMT	as required	Premium cmt + 2% CaCl	as req.		15.80		1.15
PRODUCTION LEAD	3,598'	Premium Lite II +0.25 pps	280	35%	12.00		3.38
		celloflake + 5 pps gilsonite + 10% gel					
		+ 0.5% extender					
TAIL	4,880'	50/50 Poz/G + 10% salt + 2% gel	1,150	35%	14.30		1.31
		+ 0.1% R-3					

 $^{^{\}star}\text{Substitute}$ caliper hole volume plus 0% excess for LEAD if accurate caliper is obtained

FLOAT EQUIPMENT & CENTRALIZERS

SURFACE

Guide shoe, 1 jt, insert float. Centralize first 3 joints with bow spring centralizers. Thread lock guide shoe

PRODUCTION

Float shoe, 1 jt, float collar. 15 centralizers for a Mesaverde and 20 for a Blackhawk well.

centralizer on the first 3 joints and one every third joint thereafter.

ADDITIONAL INFORMATION

 $\underline{\text{Test casing head to 750 psi after installing. Test surface casing to 1,500 psi prior to drilling out.}\\$

BOPE: 11* 5M with one annular and 2 rams. The BOPE will be installed before the production hole is drilled and tested to 5,000 psi (annular to 2,500 psi) prior to drilling out the surface casing shoe. Record on chart recorder and tour sheet. Function test rams on each trip. Maintain safety valve and inside BOP on rig floor at all times. Most rigs have top drives; however, if used, the Kelly is to be equipped with upper and lower kelly valves.

Surveys will be taken at 1,000' minimum intervals.

Most rigs have PVT System for mud monitoring. If no PVT is available, visual monitoring will be utilized.

DRILLING ENGINEER:

Nick Spence / Danny Showers / Chad Loesel

DRILLING SUPERINTENDENT:

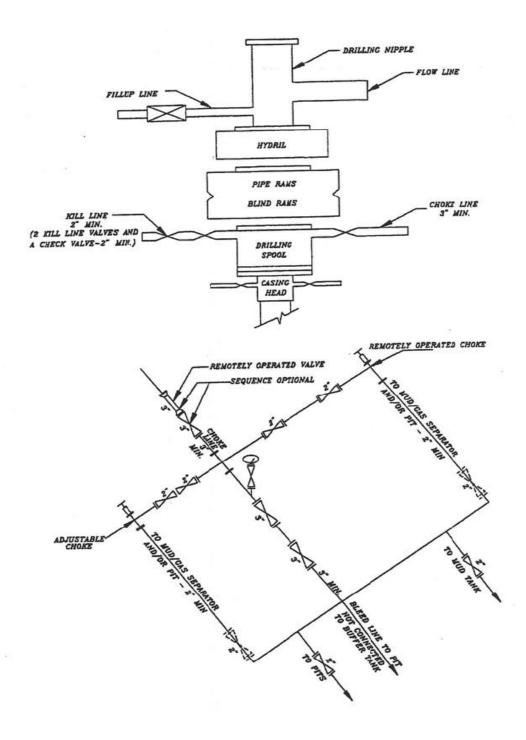
Kenny Gathings / Lovel Young

DATE: ____

DATE:

^{*}Substitute caliper hole volume plus 10% excess for TAIL if accurate caliper is obtained

EXHIBIT A NBU 1022-12K1BS



SCHEMATIC DIAGRAM OF 5,000 PSI BOP STACK

Sundry Number: 25803 API Well Number: 43047519650000

Requested Drilling Options:

Kerr-McGee will use either a closed loop drilling system that will require one pit and one cuttings storage area to be constructed on the drilling pad or a traditional drilling operation with one pit used for drilling and completion operations. The cuttings storage area will be used to contain only the de-watered drill cuttings and will be lined and bermed to prevent any liquid runoff. The drill cuttings will be buried in the completion pit once completion operations are completed according to traditional pit closure standards. The pit will be constructed to allow for completion operations. The completion operations pit will be lined with a synthetic material 20 mil or thicker and will be used for the completing of the wells on the pad or used as part of our Aandarko Completions Transportation System (ACTS). Using the closed loop drilling system will allow Kerr-McGee to decrease the amount of disturbance/footprint on location compared to a single large drilling/completions pit.

If Kerr-McGee does not use a closed loop drilling system, it will construct a traditional drilling/completions pit to contain drill cuttings and for use in completion operations. The pit will be lined with a synthetic material 20 mil or thicker. The drill cuttings will be buried in the pit using traditional pit closure standards.

Sundry Number: 26561 API Well Number: 43047519650000

	FORM 9							
l i	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-					
SUNDR	RY NOTICES AND REPORTS (ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:					
Do not use this form for procurrent bottom-hole depth, IFOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES							
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-12K1BS							
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	SHORE, L.P.		9. API NUMBER: 43047519650000					
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 80217	PHONE NUMBER: 3779 720 929-	9. FIELD and POOL or WILDCAT: 5M&TURAL BUTTES					
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL			COUNTY: UINTAH					
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 12 Township: 10.0S Range: 22.0E Merid	ian: S	STATE: UTAH					
11. CHECI	K APPROPRIATE BOXES TO INDICAT	E NATURE OF NOTICE, REPOR	RT, OR OTHER DATA					
TYPE OF SUBMISSION		TYPE OF ACTION						
	ACIDIZE	ALTER CASING	CASING REPAIR					
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME					
	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE					
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION					
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK					
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION					
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON					
	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL					
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION					
6/5/2012	_							
	WILDCAT WELL DETERMINATION	OTHER	OTHER:					
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. MIRU ROTARY RIG. FINISHED DRILLING FROM 2295' TO 8522' ON 6/4/2012. RAN 4-1/2" 11.6# I-80 PRODUCTION CASING. CEMENTED PRODUCTION CASING. RELEASED PIONEER 54 RIG ON 6/5/2012 @ 6:00 HRS. DETAILS OF CEMENT JOB WILL BE INCLUDED WITH THE WELL COMPLETION REPORT. WELL IS WAITING ON FINAL COMPLETION ACTIVITIES. ACTIVITIES.								
NAME (DI EASE DRINT)	DUONE NUMBE	ED TITI E						
NAME (PLEASE PRINT) Cara Mahler	PHONE NUMBI 720 929-6029	ER TITLE Regulatory Analyst I						
SIGNATURE N/A		DATE 6/6/2012						

State of Utah - Notification Form

Operator <u>Anadarko Petroleum</u> Rig Name/# <u>PIONEER 54</u> Submitted By <u>STUART NEILSON</u> Phone Number <u>435-790-2921</u>
Well Name/Number NBU 1022-12K1BS
Qtr/Qtr <u>SE4 NW4</u> Section <u>12</u> Township <u>10S</u> Range 22E
Lease Serial Number <u>UT ST UO 01997-A ST</u>
API Number 4304751965
<u>Casing</u> – Time casing run starts, not cementing times.
Production Casing

	Production Casing Other		
	Date/Time AM _ PM _		
BOP	<u>E</u> Initial BOPE test at surface casing point Other		
	Date/Time <u>6/2/12</u> <u>6</u> AM ⊠ PM □		
_	Move ation To: Date/Time AM PM		
Rem	narks	RECEIVED JUN 0 1 2012	16.67

DIV. OF OIL, GAS & MINING

State of Utah - Notification Form

Operator <u>Anadarko Petroleum</u> Rig Name/# <u>PIONEER 54</u>
Submitted By <u>STUART NEILSON</u> Phone Number <u>435-790-2921</u>
Well Name/Number <u>NBU 1022-12K1BS</u>
Qtr/Qtr <u>SE4 NW4</u> Section <u>12</u> Township <u>10S</u> Range 22E
Lease Serial Number <u>UT ST UO 01997-A ST</u>
API Number 4304751965

<u>Casing</u> – Time casing run starts, not cementing times.

Casing – Time casing run starts, not cementing time	es.
Production Casing Other	
Date/Time <u>6/4/12</u> <u>1600</u> AM ☐ PM ⊠	
BOPE Initial BOPE test at surface casing point Other	
Date/Time AM _ PM _	
Rig Move Location To:	
Date/Time AM PM PM	
Remarks	RECEIVED TUN 05 2012
SN/	DE OH DAD S MINIMA

DIV. OF OIL, GAS & MINING

Sundry Number: 28565 API Well Number: 43047519650000

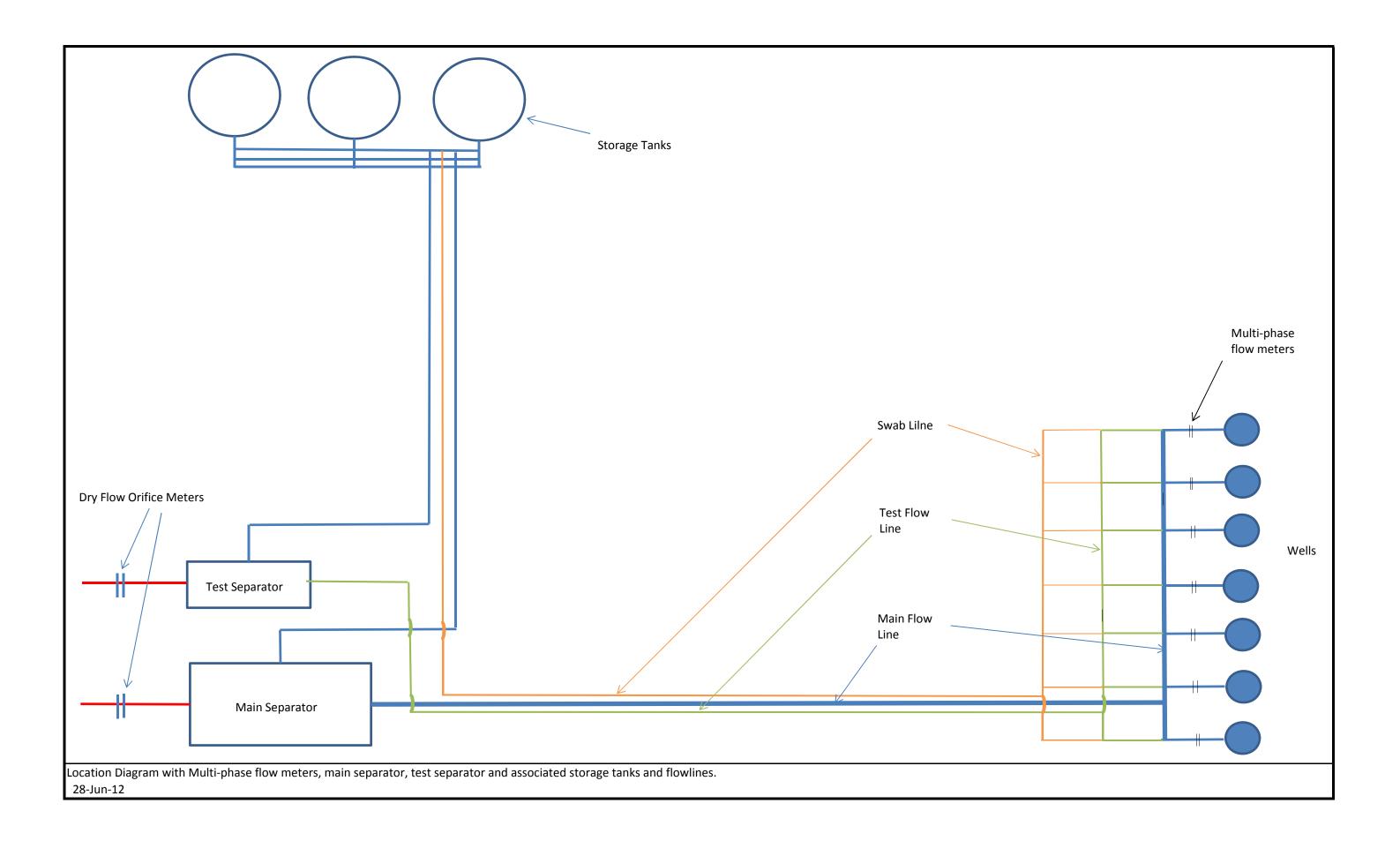
	FORM 9					
ı	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-			
SUNDR	Y NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
	posals to drill new wells, significantly deep reenter plugged wells, or to drill horizontal n for such proposals.		7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES			
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12K1BS			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047519650000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	PHC n Street, Suite 600, Denver, CO, 80217 377	ONE NUMBER: 79 720 929-6	9. FIELD and POOL or WILDCAT: 5NIATUERAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH	HP, RANGE, MERIDIAN: 2 Township: 10.0S Range: 22.0E Meridian:	s	STATE: UTAH			
11. CHECI	K APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPOR	T, OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
_	ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBING	CHANGE WELL NAME			
SUBSEQUENT REPORT	CHANGE WELL STATUS	COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
Date of Work Completion:	DEEPEN	FRACTURE TREAT	NEW CONSTRUCTION			
	OPERATOR CHANGE	PLUG AND ABANDON	PLUG BACK			
SPUD REPORT Date of Spud:	PRODUCTION START OR RESUME	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION			
Date of opid.	REPERFORATE CURRENT FORMATION	SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
_	TUBING REPAIR	VENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS EXTENSION	APD EXTENSION			
8/3/2012	WILDCAT WELL DETERMINATION	OTHER	OTHER:			
	COMPLETED OPERATIONS. Clearly show all peor the month of July 2012. Well	_	epths, volumes, etc. Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY August 06, 2012			
Jaime Scharnowske	720 929-6304	Regulartory Analyst				
SIGNATURE N/A		DATE 8/3/2012				

Sundry Number: 28098 API Well Number: 43047519650000

	FORM 9					
ı	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-			
SUNDR	Y NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES					
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12K1BS			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047519650000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	PHO n Street, Suite 600, Denver, CO, 80217 377	NE NUMBER: 720 929-6	9. FIELD and POOL or WILDCAT: 5NIATUERAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: SENW Section: 1	HIP, RANGE, MERIDIAN: 12 Township: 10.0S Range: 22.0E Meridian:	S	STATE: UTAH			
11. CHECI	K APPROPRIATE BOXES TO INDICATE NA	ATURE OF NOTICE, REPOR	T, OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
The operator is re from a pad, and to the pad based upo	CHANGE TO PREVIOUS PLANS CHANGE WELL STATUS DEEPEN OPERATOR CHANGE PRODUCTION START OR RESUME REPERFORATE CURRENT FORMATION TUBING REPAIR WATER SHUTOFF	otal gas produced individual wells on nt at each well and	CASING REPAIR CHANGE WELL NAME CONVERT WELL TYPE NEW CONSTRUCTION PLUG BACK RECOMPLETE DIFFERENT FORMATION TEMPORARY ABANDON WATER DISPOSAL APD EXTENSION OTHER: MULTI-PHASE METER epths, volumes, etc. Approved by the Utah Division of Oil, Gas and Mining Date: August 20, 2012 By:			
NAME (DI EASE DRINT)	DUONE NUMBER	TITI E				
NAME (PLEASE PRINT) Cara Mahler	PHONE NUMBER 720 929-6029	Regulatory Analyst I				
SIGNATURE N/A		DATE 7/26/2012				

The fluids from each well will be measured utilizing a multi-phase flow meter and then directed to a common separator for all wells on the pad. Liquids would be directed to tanks and the gas from all the wells measured through a calibrated orifice meter. The volume of gas measured through this meter, plus fuel gas consumed on location, will be the volume of gas that is produced from the pad. Gas volume for each individual well on the pad will be based on an allocation formula utilizing the total pad volume measured plus fuel gas consumed and the calculated volume from each well utilizing the multi-phase flow meters. The multi-phase flow meter volume calculation will be calibrated by periodic individual well tests.

RECEIVED: Jul. 26, 2012



Sundry Number: 29729 API Well Number: 43047519650000

	FORM 9					
ı	DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS, AND MINING	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-			
SUNDR	Y NOTICES AND REPORTS ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES					
1. TYPE OF WELL Gas Well			8. WELL NAME and NUMBER: NBU 1022-12K1BS			
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.		9. API NUMBER: 43047519650000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	PHO n Street, Suite 600, Denver, CO, 80217 377	ONE NUMBER: 79 720 929-6	9. FIELD and POOL or WILDCAT: 5NIATUERAL BUTTES			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL			COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: SENW Section: 1	IIP, RANGE, MERIDIAN: 2 Township: 10.0S Range: 22.0E Meridian:	s	STATE: UTAH			
11. CHECI	K APPROPRIATE BOXES TO INDICATE N	ATURE OF NOTICE, REPOR	T, OR OTHER DATA			
TYPE OF SUBMISSION		TYPE OF ACTION				
	ACIDIZE	ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:		CHANGE TUBING	CHANGE WELL NAME			
SUBSEQUENT REPORT		COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
Date of Work Completion:		FRACTURE TREAT	☐ NEW CONSTRUCTION			
		PLUG AND ABANDON RECLAMATION OF WELL SITE	☐ PLUG BACK☐ RECOMPLETE DIFFERENT FORMATION			
SPUD REPORT Date of Spud:		SIDETRACK TO REPAIR WELL	TEMPORARY ABANDON			
		VENT OR FLARE	WATER DISPOSAL			
✓ DRILLING REPORT Report Date:		SI TA STATUS EXTENSION	APD EXTENSION			
9/5/2012		OTHER	OTHER:			
12 DESCRIBE PROPOSED OR	COMPLETED OPERATIONS. Clearly show all pe					
	the month of August 2012. We	_	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY September 10, 2012			
NAME (PLEASE PRINT)	PHONE NUMBER	TITLE				
Jaime Scharnowske	720 929-6304	Regulartory Analyst				
SIGNATURE N/A		DATE 9/5/2012				

Sundry Number: 30584 API Well Number: 43047519650000

	STATE OF UTAH			FORM 9
	DEPARTMENT OF NATURAL RESOURCE DIVISION OF OIL, GAS, AND MIN	_		5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-
SUNDR	Y NOTICES AND REPORTS	ON WELLS	S	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES			
1. TYPE OF WELL Gas Well		8. WELL NAME and NUMBER: NBU 1022-12K1BS		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.			9. API NUMBER: 43047519650000
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 8021	PHONE NUMB 7 3779		9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL				COUNTY: UINTAH
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: SENW Section: 1	IIP, RANGE, MERIDIAN: 2 Township: 10.0S Range: 22.0E Merio	dian: S		STATE: UTAH
11. CHECI	K APPROPRIATE BOXES TO INDICA	ΓΕ NATURE (OF NOTICE, REPOR	RT, OR OTHER DATA
TYPE OF SUBMISSION		TYP	E OF ACTION	
	ACIDIZE	ALTER CASING	S	CASING REPAIR
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS	CHANGE TUBI	NG	CHANGE WELL NAME
	CHANGE WELL STATUS	COMMINGLE P	PRODUCING FORMATIONS	CONVERT WELL TYPE
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	FRACTURE TR	EAT	NEW CONSTRUCTION
	OPERATOR CHANGE	PLUG AND AB	ANDON	PLUG BACK
SPUD REPORT	PRODUCTION START OR RESUME	RECLAMATION	N OF WELL SITE	RECOMPLETE DIFFERENT FORMATION
Date of Spud:	REPERFORATE CURRENT FORMATION	SIDETRACK TO	REPAIR WELL	TEMPORARY ABANDON
	TUBING REPAIR	VENT OR FLAR	RE	WATER DISPOSAL
DRILLING REPORT Report Date:	WATER SHUTOFF	SI TA STATUS	EXTENSION	APD EXTENSION
10/3/2012	WILDCAT WELL DETERMINATION	OTHER		OTHER:
No Activity for t	COMPLETED OPERATIONS. Clearly show he month of September 201	all pertinent der 2. Well TI		
NAME (PLEASE PRINT) Jaime Scharnowske	PHONE NUMB 720 929-6304		rtory Analyst	
SIGNATURE N/A		DATE 10/3/2	012	

Sundry Number: 31664 API Well Number: 43047519650000

	STATE OF UTAH				FORM 9		
	DEPARTMENT OF NATURAL RESOUR DIVISION OF OIL, GAS, AND MI	-	3	5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-			
SUNDR	Y NOTICES AND REPORTS	ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form		CA AGREEMENT NAME: L BUTTES					
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-12K1BS						
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.			9. API NUI 430475	MBER: 19650000		
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 8021		ONE NUMBER: 720 929-6		ind POOL or WILDCAT: L BUTTES		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL				COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH Qtr/Qtr: SENW Section: 1	IIP, RANGE, MERIDIAN: 2 Township: 10.0S Range: 22.0E Mer	idian:	S	STATE: UTAH			
11. CHECI	K APPROPRIATE BOXES TO INDICA	ATE N	ATURE OF NOTICE, REPOR	T, OR OT	HER DATA		
TYPE OF SUBMISSION			TYPE OF ACTION				
	ACIDIZE		ALTER CASING		CASING REPAIR		
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS		CHANGE TUBING		CHANGE WELL NAME		
	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS		CONVERT WELL TYPE		
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	□ F	FRACTURE TREAT		NEW CONSTRUCTION		
	OPERATOR CHANGE	☐ F	PLUG AND ABANDON		PLUG BACK		
SPUD REPORT	PRODUCTION START OR RESUME	□ F	RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION		
Date of Spud:	REPERFORATE CURRENT FORMATION		SIDETRACK TO REPAIR WELL		FEMPORARY ABANDON		
	TUBING REPAIR		/ENT OR FLARE		NATER DISPOSAL		
DRILLING REPORT Report Date:	WATER SHUTOFF		SI TA STATUS EXTENSION		APD EXTENSION		
11/5/2012	WILDCAT WELL DETERMINATION		OTHER	OTHER:			
42 DESCRIBE BRODOSED OR							
	the month of October 2012	_	_	oil, FOR	ccepted by the stah Division of Gas and Mining RECORD ONLY ovember 05, 2012		
NAME (PLEASE PRINT)	PHONE NUM	BER	TITLE				
Jaime Scharnowske	720 929-6304		Regulartory Analyst				
SIGNATURE N/A			DATE 11/5/2012				

Sundry Number: 32869 API Well Number: 43047519650000

	STATE OF UTAH				FORM 9			
ι	DEPARTMENT OF NATURAL RESOUL DIVISION OF OIL, GAS, AND M		3	5.LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-				
SUNDR	Y NOTICES AND REPORTS	ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:				
	posals to drill new wells, significantl reenter plugged wells, or to drill horiz n for such proposals.			7.UNIT or CA AGREEMENT NAME: NATURAL BUTTES				
1. TYPE OF WELL Gas Well	8. WELL NAME and NUMBER: NBU 1022-12K1BS							
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.			9. API NUMBER: 43047519650000				
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	n Street, Suite 600, Denver, CO, 802		ONE NUMBER: '9 720 929-6	9. FIELD and POOL or WILDCAT: 5NATERAL BUTTES				
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL				COUNTY: UINTAH				
QTR/QTR, SECTION, TOWNSH	IIP, RANGE, MERIDIAN: 2 Township: 10.0S Range: 22.0E Me	ridian:	S	STATE: UTAH				
11. CHECK	K APPROPRIATE BOXES TO INDIC	ATE N	ATURE OF NOTICE, REPOR	RT, OR OTHER DATA				
TYPE OF SUBMISSION			TYPE OF ACTION					
	ACIDIZE		ALTER CASING	CASING REPAIR				
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS		CHANGE TUBING	CHANGE WELL NAME				
	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE				
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	□ F	FRACTURE TREAT	☐ NEW CONSTRUCTION				
·	OPERATOR CHANGE	\Box	PLUG AND ABANDON	PLUG BACK				
	PRODUCTION START OR RESUME		RECLAMATION OF WELL SITE	RECOMPLETE DIFFERENT FORMATION				
SPUD REPORT Date of Spud:								
	REPERFORATE CURRENT FORMATION		SIDETRACK TO REPAIR WELL	☐ TEMPORARY ABANDON				
✓ DRILLING REPORT	L TUBING REPAIR	\	VENT OR FLARE	WATER DISPOSAL				
Report Date: 12/4/2012	WATER SHUTOFF	□ :	SI TA STATUS EXTENSION	APD EXTENSION				
12/4/2012	WILDCAT WELL DETERMINATION		OTHER	OTHER:				
Started	COMPLETED OPERATIONS. Clearly sho	TD a	t 8,522.	Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ON December 04, 2012	LY			
NAME (PLEASE PRINT) Lindsey Frazier	PHONE NUN 720 929-6857	IBER	TITLE Regulatory Analyst II					
SIGNATURE N/A			DATE 12/4/2012					

Sundry Number: 33095 API Well Number: 43047519650000

	STATE OF UTAH				FORM 9		
ı	DEPARTMENT OF NATURAL RESOUF DIVISION OF OIL, GAS, AND M		3	5.LEASE DESIGNATION AN UT ST UO 01197-	ND SERIAL NUMBER:		
SUNDR	RY NOTICES AND REPORTS	S ON	WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:			
Do not use this form for pro current bottom-hole depth, I FOR PERMIT TO DRILL form	7.UNIT or CA AGREEMENT NATURAL BUTTES	T NAME:					
1. TYPE OF WELL Gas Well				8. WELL NAME and NUMBI NBU 1022-12K1BS	ER:		
2. NAME OF OPERATOR: KERR-MCGEE OIL & GAS ON	ISHORE, L.P.			9. API NUMBER: 43047519650000			
3. ADDRESS OF OPERATOR: P.O. Box 173779 1099 18th	h Street, Suite 600, Denver, CO, 802		NE NUMBER: 720 929-6	9. FIELD and POOL or WIL 5NATURAL BUTTES	DCAT:		
4. LOCATION OF WELL FOOTAGES AT SURFACE: 2473 FNL 2359 FWL				COUNTY: UINTAH			
QTR/QTR, SECTION, TOWNSH	HIP, RANGE, MERIDIAN: 12 Township: 10.0S Range: 22.0E Me	ridian:	S	STATE: UTAH			
11. CHECI	K APPROPRIATE BOXES TO INDICA	ATE N	ATURE OF NOTICE, REPOR	RT, OR OTHER DATA			
TYPE OF SUBMISSION			TYPE OF ACTION				
	ACIDIZE		ALTER CASING	CASING REPAIR			
NOTICE OF INTENT Approximate date work will start:	CHANGE TO PREVIOUS PLANS		CHANGE TUBING	CHANGE WELL NAME			
	CHANGE WELL STATUS		COMMINGLE PRODUCING FORMATIONS	CONVERT WELL TYPE			
SUBSEQUENT REPORT Date of Work Completion:	DEEPEN	☐ F	RACTURE TREAT	☐ NEW CONSTRUCTION			
	OPERATOR CHANGE	F	PLUG AND ABANDON	PLUG BACK			
SPUD REPORT	✓ PRODUCTION START OR RESUME	□ F	RECLAMATION OF WELL SITE	RECOMPLETE DIFFERE	ENT FORMATION		
Date of Spud:	REPERFORATE CURRENT FORMATION		SIDETRACK TO REPAIR WELL	TEMPORARY ABANDO	N		
	TUBING REPAIR		/ENT OR FLARE	WATER DISPOSAL			
DRILLING REPORT Report Date:	WATER SHUTOFF		SI TA STATUS EXTENSION	APD EXTENSION			
12/10/2012	WILDCAT WELL DETERMINATION		OTHER	OTHER:	i		
			JI HER	Į.			
12. DESCRIBE PROPOSED OR COMPLETED OPERATIONS. Clearly show all pertinent details including dates, depths, volumes, etc. The subject well was placed on production on 12/10/2012. The Chronological Well History will be submitted with the well completion report. Accepted by the Utah Division of Oil, Gas and Mining FOR RECORD ONLY December 17, 2012							
NAME (DI FACE DEVIAT)		ADED.	TITLE				
NAME (PLEASE PRINT) Lindsey Frazier	PHONE NUM 720 929-6857	IBER	TITLE Regulatory Analyst II				
SIGNATURE N/A			DATE 12/14/2012				

STATE OF UTAH

STATE OF UTAH DEPARTMENT OF NATURAL RESOURCES											AMENDED REPORT FORM 8 (highlight changes)					
					FOIL, (5. LI	5. LEASE DESIGNATION AND SERIAL NUMBER: UT ST UO 01197-A ST			
														LLOTTEE OF		
WELL	COM	IPLETI	ON (OR R	RECO	MPL	ETIO	N RE	POR	TAND	LOG	"	114000-44,71	LEOTTEE OF		- 10 uni
1a. TYPE OF WELL:		OIL WEI		V	SAS VELL 🔽]	DRY [OTHE	R			7. UNIT or CA AGREEMENT NAME UTU63047A			
b. TYPE OF WORK NEW WELL	: HORIZ LATS] DEE	:P- 🔲	F	RE- ENTRY]	DIFF. RESVR.		OTHE	R		_ 1	NBU 10	and NUMBE 022-12K		
2. NAME OF OPERA KERR MC		L & GAS	S ON	SHOR	E, L.P								PI NUMBEI 430475			
3. ADDRESS OF OPERATOR: P.O.BOX 173779												POOL, OR W				
4. LOCATION OF W AT SURFACE:	SENW	2473FN						. O 7 E1	*# 646	· -		7 - 25%		SECTION, TO 12 10		Control of the Company of the Compan
AT TOP PRODUC		2624	FNI								The second of the factor of the second		COUNTY		13	. STATE UTAH
14. DATE SPUDDED		15. DATE T.E). REACH		16. DATE	COMPL	ETED:		ABANDONE		READY TO PRODUC			ATIONS (DF,	RKB, I	
4/6/2012 18. TOTAL DEPTH:	MD 0	6/4/20		o BLUC	12/1 BACK T.D.	0/201	1000	ija. Valorija			OMPLETIONS, HOW			15 RKB	MD	5000 or 10000 or 0000 o
18. TOTAL DEPTH:	мы 8, ; тур 8,	522 499	•	9. PLUG	BACK 1.D.		8,465 8,442		20. IF M	OLTIPLE CC	DIMPLETIONS, HOW	WANY?"		JG SET:	TVD	
22. TYPE ELECTRIC			CAL LOG	SS RUN (Submit cop	y of each)			23. WAS WELI WAS DST DIRECTIO		N О NО	<u>✓</u>	=	(Subm	it analysis) it report) it copy)
24. CASING AND LI	NER RECO	RD (Report a	II strings	set in w	ell)											
HOLE SIZE	SIZE/GF	RADE \	WEIGHT	(#/ft.)	TOP (i	VID)	вотто			EMENTER PTH	CEMENT TYPE & NO. OF SACKS		SLURRY VOLUME (BBL) CEMEN		OP **	AMOUNT PULLED
20"	14"	STL	36.7		0		4	0			28					
11"	8 5/8"	IJ-55	28		0			280		975				0		!
7 7/8"	4 1/2"	1-80	11.6	5#	0		8,5	512			1,570			950		
														RE)EI	VED
																1-3-3-3
25. TUBING RECOR	D								<u> </u>					JAN	15	2013
SIZE		I SET (MD)	PACK	ER SET (MD)	ŞIZE		DEPTH	I SET (MD)	PACKE	R SET (MD)	SIZE	A			
2 3/8"		,759		`									<u> </u>	W. OF OIL	, GAS	PACKER SET (MD)
26. PRODUCING IN			L							27. PERFO	RATION RECORD					
FORMATION	NAME	TOP (MD)	вотто	OM (MD)	TOP	(TVD)	вотто	M (TVD)	INTERVA	L (Top/Bot - MD)	SIZE	NO. HOL	ES PE	RFOR	ATION STATUS
(A) MESAVE	RDE	6,3	76	8,	102					6,376	8,102	0.36	177	Open	<u>Z</u>	Squeezed
(B)											en e e en			Open		Squeezed
(C)														Open		Squeezed
(D)														Open		Squeezed
28. ACID, FRACTU	RE, TREATI	MENT, CEME	NT SQU	EEZE, ET	c.											
DEPTH	INTERVAL								AMO	OUNT AND	YPE OF MATERIAL					
6376-8102			PUN	ЛР 82	04 BBI	S SL	ICK H	20 &	158,50	0 LBS 3	0/50 OTTAW	/A SAI	ND			
****			8 S	ΓAGE	S											
29. ENCLOSED AT	TACHMENT	rs:												30	. WELI	_STATUS:
		CHANICAL LO) CEMEN	T VERIFICA	ATION		GEOLOG	BIC REPOR	т 🗌	DST REPORT S	DIRE	CTIONAL S	BURVEY	ı	PROD

(CONTINUED ON BACK)

31. INITIAL PRO	ODUCTION			INTI	ERVAL A (As show	wn in item #26)				
DATE FIRST PRODUCED: TEST DATE: 12/10/2012 12/19/20			12	HOURS TESTED	24	TEST PRODUCTION RATES: →	OIL – BBL: O	GAS – MCF: 2,507	WATER – BBL:	PROD. METHOD: FLOWING
сноке size: 20/64	TBG. PRESS. 2,023	CSG. PRESS. 2,358	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS – MCF: 2,507	WATER – BBL:	INTERVAL STATUS: PROD
				INT	ERVAL B (As show	wn in item #26)				
DATE FIRST PRODUCED: TEST DATE:		HOURS TESTED):	TEST PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER - BBL:	PROD. METHOD:		
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL;	GAS – MCF:	WATER - BBL:	INTERVAL STATUS:
			-	!NT	ERVAL C (As sho	wn in item #26)	1			
DATE FIRST PF	RODUCED:	TEST DATE:		HOURS TESTED):	TEST PRODUCTION RATES: →	OIL – BBL:	GAS - MCF:	WATER – BBL:	PROD. METHOD:
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER – BBL:	INTERVAL STATUS
	L			INT	ERVAL D (As sho	wn in item #26)	•	<u></u>		-
DATE FIRST PRODUCED: TEST DATE:		HOURS TESTED	D:	TEST PRODUCTION RATES: →	OIL – BBL:	GAS – MCF:	WATER BBL:	PROD. METHOD:		
CHOKE SIZE:	TBG. PRESS.	CSG. PRESS.	API GRAVITY	BTU – GAS	GAS/OIL RATIO	24 HR PRODUCTION RATES: →	OIL – BBL;	GAS – MCF:	WATER – BBL:	INTERVAL STATUS
32. DISPOSITIO	ON OF GAS (Sold	, Used for Fuel, V	ented, Etc.)	•		•	•		•	

SOLD

33. SUMMARY OF POROUS ZONES (Include Aquifers):

34. FORMATION (Log) MARKERS:

Show all important zones of porosity and contents thereof: Cored intervals and all drill-stem tests, including depth interval tested, cushion used, time tool open, flowing and shut-in pressures and recoveries.

Formation	Top (MD)	Bottom (MD)	Descriptions, Contents, etc.	Name	Top (Measured Depth)
				GREEN RIVER BIRD'S NEST MAHOGANY WASATCH MESAVERDE	1,141 1,366 1,830 4,142 6,286

35. ADDITIONAL REMARKS (Include plugging procedure)

The first 210' of the surface hole was drilled with a 12 ½" bit. The remainder of surface hole was drilled with an 11" bit. DQX csg was run from surface to 5036'; LTC csg was run from 5036' to 8512'. Attached is the chronological well history, perforation report & final survey.

36.	I hereby certif	y that the foregoing	and attached information is	s complete and correct as	determined from all	l available records.

NAME (PLEASE PRINT) LINDSEY FRAZIER
SIGNATURE Junden Transco

TITLE REGULATORY ANALYST

DATE 1/9/2013

This report must be submitted within 30 days of

- completing or plugging a new well
- drilling horizontal laterals from an existing well bore
- recompleting to a different producing formation
- reentering a previously plugged and abandoned well
- significantly deepening an existing well bore below the previous bottom-hole depth
- drilling hydrocarbon exploratory holes, such as core samples and stratigraphic tests

* ITEM 20: Show the number of completions if production is measured separately from two or more formations.

** ITEM 24: Cement Top – Show how reported top(s) of cement were determined (circulated (CIR), calculated (CAL), cement bond log (CBL), temperature survey (TS)).

Send to:

Utah Division of Oil, Gas and Mining 1594 West North Temple, Suite 1210

Box 145801

Salt Lake City, Utah 84114-5801

Phone: 801-538-5340

Fax: 801-359-3940

Operation Summary Report

Well: NBU 1022-12K1BS GREEN		Spud Date: 4/24/2012			
Project: UTAH-UINTAH	Site: NBU 1022-12F4 PAD	Rig Name No: PIONEER 54/54, CAPSTAR 310/310			
Event: DRILLING	Start Date: 4/10/2012	End Date: 6/5/2012			
Active Datum: RKB @5,215.00usft (ab	ove Mean Sea UWI: SE/NW/0/10/S/22/E/12	UWI: SE/NW/0/10/S/22/E/12/0/0/26/PM/N/2473/W/0/2359/0/0			
Level)					

Level)										
Date		Time art-End	Duration	⊩≜Phase	Code	Sub	P/U	MD From	Operation	
4/24/2012		art-⊑no - 18:00	(hr) 1.50	DRLSUR	01	Code C	P	(usft)	SKID TO LOCATION. RIG UP	
		- 21:00	3.00	DRLSUR	01	B	P		WELD ON ROT HEAD, RIG UP BLOWIE LINE.	PICK UF
	24.00						45		BHA, AIR OUT PUMPS	
	21:00	- 23:00	2.00	DRLSUR	02	D	Р		SPUD	
									DRLG 12.25" SURFACE HOLE F/49' T/ 210'	
									ROP=100' FPH WOB= 24-28K	
									RPM= 55/105	
									SPP= 900/750	
									GPM= 620	
									TRQ= 2800/1700	
									PU/SO/RT= 32/25/28	
									HOLE CONDITION = GOOD	
		- 0:00	1.00	DRLSUR	06	Α	P		PULL OUT OF HOLE, LAY DOWN BIT	
4/25/2012	0:00	- 1:30	1.50	DRLSUR	06	Α	Р		PU DIR TOOLS & SCRIBE /// TIH	
	1:30	- 10:30	9.00	DRLSUR	02	D	P		DRLG 11" SURFACE HOLE F/ 210'- 1465'	
									ROP= 1255' @ 139 FPH	
									WOB= 24-28K	
									RPM= 55/105	
									SPP= 1200/950	
									GPM= 595	
									TRQ=2800/1800 PU/SO/RT=100/75/82	
									LOST 50% RETURNS @ 1185' AIR ON @	
									700 CFM	
	10:30	- 11:00	0.50	DRLSUR	07	Α	Р		SERVICE RIG & EQUIPMENT	
	11.00	- 18:00	7.00	DRLSUR	02	D	Ë		DRLG 11" SURFACE HOLE F/ 1465'-2295'	
									ROP= 830' @ 119 FPH	
									WOB= 24-28K	
									RPM= 55/105	
									SPP= 1200/950	
									GPM= 595	
									TRQ=2800/2200	
									PU/SO/RT=122/72/99	
									LOST 75% RETURNS @ 1900' / BRING AIR	
									UP TO 800 CFM HOLE IN GOOD SHAPE /// POSITION= 8,92' HI	ICH o
									3.83 RIGHT /// 95% ROTATE & 5% SLIDE	IOT &
	18:00	- 18:30	0.50	DRLSUR	05	F	Р		CIRC. & COND. HOLE FOR 8.625" CSG	
		- 22:00	3.50	DRLSUR	06	Α	Р		LAY DOWN DRILL STRING & DIR TOOLS	
		- 0:00	2.00	CSGSUR	12	С	Р		PJSM /// RUN 51 JT'S, 8.625", 28#, J-55, LT&C	CSG
									/// SHOE SET @ 2270' /// BAFFLE @ 2223'	500
4/26/2012	0:00	- 0:30	0.50	CSGSUR	12	Ć	Ρ̈́		RUN 8.625" SURFACE CSG	
	0:30	- 1:00	0.50	CSGSUR	05	F	P		CIRC 8.625" SURFACE CSG @ 2270'	

Operation Summary Report

Well: NBU 1022-12K1BS GREEN Spud Date: 4/24/2012 Project: UTAH-UINTAH Site: NBU 1022-12F4 PAD Rig Name No: PIONEER 54/54, CAPSTAR 310/310 Event: DRILLING Start Date: 4/10/2012 End Date: 6/5/2012 Active Datum: RKB @5,215,00usft (above Mean Sea UWI: SE/NW/0/10/S/22/E/12/0/0/26/PM/N/2473/W/0/2359/0/0 Level) Date Code Time Phase Duration P/U Sub MD From Operation Start-End (hr) Code (usft) 1:00 - 2:30 1.50 CSGSUR Р 12 E PJSM W/ PRO PETRO CMT CREW /// TEST LINES TO 1500 PSI /// PUMP 20 BBL'S WATER AHEAD FOLLOWED BY 20 BBL GEL WATER SPACER /// TAIL= 300 SX CLASS G CMT @ 15.8 WT & 1.15 YIELD /// DROP PLUG & DISPLACE W/ 138 BBL'S WATER /// PLUG DN @ 01:44 04/26/2012 /// BUMP PLUG W/ 550 PSI /// FINAL LIFT = 250 PSI /// CHECK FLOAT - HELD W/ .5 BBL'S BACK /// NO CIRC. & NO CMT TO SURFACE RUN 200' OF 1" & TOP OUT W/ 150 SX CLASS G CMT @ 15.8 WT & 1.15 YIELD W/ 4% CaCL /// NO CMT TO SURFACE 2:30 - 3:30 1.00 **CSGSUR** 14 CUT OFF CONDUCTOR & HANG 8.625" SURFACE CSG 3:30 - 4:30 1.00 **CSGSUR** Ε 12 PUMP SECOND TOP OUT W/ 525 SX CLASS G CMT @ 15.8 WT & 1.15 YIELD W/ 4% CaCL /// CMT TO SURFACE RELEASE RIG @ 04:30 04/26/2012 TO THE NBU 1022-12E4CS 6/2/2012 0.00 - 0:30 0.50 DRLPRC Р Ċ SKID RIG 10' TO THE NBU 1022-12K1BS, CENTER & LEVEL RIG 0:30 - 1:00 0.50 DRLPRC 14 Α NIPPLE UP BOPE 1:00 - 1:30 0.50 DRLPRC 14 Α P NIPPLE UP SWACO - 6:00 1:30 4.50 DRLPRC 15 Р TEST BOPE, RAMS & ALL VALVES 250 LOW, 5000 HIGH, ANN 2500, SURFACE CASING 1500 FOR 30 MIN'S 6:00 - 8:00 2.00 DRLPRC 15 À TEST SWACO TO 1000 PSI 8:00 - 9:00 1.00 DRLPRC 09 **CUT & SLIP DRILL LINE** 9:00 - 9:30 0.50 DRLPRC 14 В CHANGE OUT SAVER SUB 9:30 - 10:00 0.50 DRLPRC 14 R INSTALL WEAR BUSHING, PRE-SPUD INSPECTION 10:00 - 12:00 2.00 DRLPRC 06 Α P P/U BIT, MOTOR, DIR TOOLS & SCRIBE, TRIP IN TO TOP OF CEMENT @ 2215' 12:00 - 12:30 0.50 DRLPRC 02 E Р DRILL CEMENT, BAFFEL @ 2241, SHOE @ 2289' & OPEN HOLE TO 2305' 12:30 - 17:00 4.50 DRLPRC 02 D Ρ CLOSED LOOP SYSTEM DRILL F/ 2305 TO 3425', 1120' @ 248.8' PH WOB / 20-22 RPM TOP DRIVE 50-60, MOTOR-135 SPM 200 GPM 586 MW 8 5 VIS 26 TRQ ON/OFF = 7/5 K PSI ON /OFF 2000-1600, DIFF 100-500 PU/SO/RT = 115-100-90 K LOST 200 BBLS TO FORMATION PUMPING SWEEPS WITH 5% LCM SLIDE = 78' IN 92 ROT = 1119' IN 3.58 HRS312.6' PH NOV- ON LINE 2- DEWATERING 3' ABOVE & 4.8' RIGHT OF THE LINE 0 DRILL FLARE, 0 CONN FLARE 17:00 - 17:30 0.50 DRLPRC 07 Р SERVICE RIG Α

Operation Summary Report

Project: UTAH-UINTAH	Site: NBL	1022-12	F4 PAD			Rig Name No: PIONEER 54/54, CAPSTAR 310/310		
Event: DRILLING	Start Date	Date: 4/10/2012				End Date: 6/5/2012		
Active Datum: RKB @5,215.00usft (above Mean Se				 10/S/22/E/	12/0/0/26/PM/N/24			
Level)	u			, or oreer	12,0,0,20,1 14,114,24	7.074.012.3331070		
Date Time Duration Start-End (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation Operation		
17:30 - 0:00 6.50	DRLPRC	02	D	P		CLOSED LOOP SYSTEM DRILL F/3425 TO 4895', 1470' @ 226.1' PH WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 GPM 586 MW 8.5 VIS 26 TRQ ON/OFF = 8-6 K PSI ON /OFF 2200-1900, DIFF 100-500 PU/SO/RT = 150-130-140 K LOST 200 BBLS TO FORMATION PUMPING SWEEPS WITH 5% LCM SLIDE = 44' IN .51 HRS = 86.3' PH ROT = 1426' IN 5.99 HRS = 238.1' PH		
6/3/2012 0:00 - 6:00 6:00	DRLPRC	02	D	Р		NOV- ON LINE 2- DEWATERING 8.5 N & 14.6 W FROM TARGET CENTER 0 DRILL FLARE, 0 CONN FLARE CLOSED LOOP SYSTEM DRILL F/4895' TO 6080', 1185' @ 197.5' PH WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 GPM 586		
						MW 8.5 VIS 26 TRQ ON/OFF = 8-6 K PSI ON /OFF 2200-1900, DIFF 100-500 PU/SO/RT = 160-140-150 K LOST 200 BBLS TO FORMATION PUMPING SWEEPS WITH 5% LCM SLIDE = 29' IN .42 HRS = 69' PH ROT = 1156' IN 5.58 HRS = 207.1' PH		
6:00 - 6:30 0.50	DRLPRC	08	В	P		NOV- ON LINE 2- DEWATERING 12' N & 7' W FROM TARGET CENTER 0 DRILL FLARE, 0 CONN FLARE CHANGE SWAB IN PUMP		
	DRLPRC	02	D	Р		CLOSED LOOP SYSTEM DRILL F/ 6080' TO 7502', 1422' @ 135.4' PH WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 GPM 586 MW 8.5 VIS 26 TRQ ON/OFF = 9-8 K PSI ON /OFF 2200-1900, DIFF 100-500 PU/SO/RT = 195-135-155 K LOST 300 BBLS TO FORMATION PUMPING SWEEPS WITH 5% LCM SLIDE = 77' IN 1.58 HRS = 48.7' PH		
17:00 - 17:30 0.50	DRLPRC	07	A	P		SLIDE = 77 IN 1.58 HRS = 48.7 PH ROT = 1345' IN 8.92 HRS = 150.8' PH NOV- ON LINE 2- DEWATERING 9.9' N & 5.5' W FROM TARGET CENTER 0 DRILL FLARE, 0 CONN FLARE GAS @ 7300' SERVICE RIG, F/T ANN & HCR VALVE		

12/28/2012 2:37:49PM

Operation Summary Report

	2-12K1BS GREEN						Spud Date: 4/24	l/2012
Project: UTAH-	UINTAH		Site: NBU	J 1022-12	F4 PAD			Rig Name No: PIONEER 54/54, CAPSTAR 310/310
Event: DRILLIN	G		Start Dat	e: 4/10/20)12			End Date: 6/5/2012
Active Datum: F ₋evel)	RKB @5,215.00usf	(above Mean S	ea	UWI: SE	E/NW/0/1	0/S/22/E/	12/0/0/26/PM/N/24	173/W/0/2359/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation —
6/4/2012	17:30 - 0:00 0:00 - 1:30	6.50	DRLPRC	02	D	P		CLOSED LOOP SYSTEM DRILL F/ 7502 TO 8340', 838' @ 128.9' PH WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 GPM 586 MW 8.5 VIS 26 TRQ ON/OFF = 10-8 K PSI ON /OFF 2300-2000, DIFF 100-500 PU/SO/RT = 200-150-175 K LOST 200 BBLS TO FORMATION PUMPING SWEEPS WITH 5% LCM SLIDE = 20' IN .58 HRS = 34.5' PH ROT = 818' IN 5.92 HRS = 138.2' PH NOV- ON LINE 2- DEWATERING 8' S & 7' E FROM TARGET CENTER 10' DRILL FLARE, 10 CONN FLARE GAS @ 7300' CLOSED LOOP SYSTEM
0/4/2012	0.00 - 1:30	1.50	DKLPRC	02	U	Р		CLOSED LOOP SYSTEM DRILL F/ 8340 TO 8522', 18182' @ 121.3' PH WOB / 20-22 RPM TOP DRIVE 50- 60, MOTOR-135 SPM 200 GPM 586 MW 8.5 VIS 26 TRQ ON/OFF = 10-8 K PSI ON /OFF 2300-2000, DIFF 100-500 PU/SO/RT = 200-150-175 K LOST 50 BBLS TO FORMATION PUMPING SWEEPS WITH 5% LCM SLIDE = 0 ROT = 100% NOV- ON LINE 2- DEWATERING 8' S & 7' E FROM TARGET CENTER 10' DRILL FLARE, 10 CONN FLARE GAS @ 7300'
	1:30 - 2:30	1.00	DRLPRC	05	G	Р		DISPLACE HOLE WITH 11.2 PPG, 45 VIS MUD
	2:30 - 4:30	2.00	DRLPRC	05	С	P		CIRC & COND HÖLE FOR SHORT TRIP
	4:30 - 9:30	5.00	DRLPRC	06	E	Р		SHORT TRIP TO SURFACE CASING SHOE & BACK TO BOTTOM
	9:30 - 11:00	1.50	DRLPRC	05	С	Р		CIRC & COND HÖLE FOR TRIP OUT
	11:00 - 14:00	3.00	DRLPRC	06	D	Р		TRIP OUT TO RUN PROD CASING
	14:00 - 14:30		DRLPRC	14	В	Р		PULL WEAR BUSHING
	14:30 - 22:30		DRLPRC	12	С	Р		HELD SAFETY MEETING, R/U & RUN 80 JTS I-80 LTC, 112 JTS I-80 P-110, LAND CASING, R/D CASING CREW, SHOE @ 8511, FLOAT @ 8466'
6/5/2012	22:30 - 0:00 0:00 - 3:00	1.50 3.00	DRLPRC DRLPRC	05 12	D E	P P		CIRC OUT GAS TO CEMENT HELD SAFETY MEETING, PSI TEST LINES TO 4500, PUMP 25 BBLS WATER SPACER, LEAD 420 SACKS 12 PPG 2.26 YLD, TAIL 1150 SACKS 14.3 PPG 1.32 YLD, DROP PLUG & DISPLACE WITH 132 BBLS CLAYCARE WATER, CHECK FLOATS, FLOATS HELD, FULL RETURNS THOUGH OUT JOB WITH 30 BBLS CEMENT TO CATCH TANK, 1.5 BACK TO TRUCK, BUMP PLUG WITH 3109 PSI (596 PSI OVER FINAL LIFT OF 2513), EST TOP OF TAIL 3600', PLUG BACK TO 8466'

12/28/2012 2:37:49PM

Operation Summary Report

Well: NBU 1022-12K1BS	GREEN	Ab J		***			Spud Date: 4/24/2012
Project: UTAH-UINTAH			Site: NBU	1022-12	F4 PAD		Rig Name No: PIONEER 54/54, CAPSTAR 310/310
Event: DRILLING Start Date)12		End Date: 6/5/2012
Active Datum: RKB @5,2 Level)	ove Mean Se	ea	UWI: SE/NW/0/10/S/22/E/12/0/0/26/PM/N/2473/W/0/2359/0/0				
Date S	Time tart-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)
3:00	- 3:30	0.50	DRLPRC	14	В	Р	SET PACK OFF
3:30	- 4:00	0.50	DRLPRC	14	Α	Р	N/D BOPE
4:00	- 4:30	0.50	DRLPRC	14	Α	Р	N/D SWACO
4:30	- 6:00	1.50	DRLPRC	01	E	P	PREPARE TO SKID TO THE NBU 1022-12E4CS, RELEASE RIG @ 06:00 6/5/12

12/28/2012 2:37:49PM 5

1 General

1.1 Customer Information

Company	US ROCKIES REGION		
Representative			
Address			

1.2 Well/Wellbore Information

Well	NBU 1022-12K1BS GREEN	Wellbore No.	ОН				
Well Name	NBU 1022-12K1BS	Wellbore Name	NBU 1022-12K1BS				
Report No.	1	Report Date	11/5/2012				
Project	UTAH-UINTAH	Site	NBU 1022-12F4 PAD				
Rig Name/No.		Event	COMPLETION				
Start Date	11/5/2012	End Date	12/10/2012				
Spud Date	4/24/2012	Active Datum	RKB @5,215.00usft (above Mean Sea Level)				
UWI	SE/NW/0/10/S/22/E/12/0/0/26/PM/N/2473/W/0/2359/0/0						

1.3 General

Contractor	Job Method	 Supervisor	
Perforated Assembly	 Conveyed Method		

1.4 Initial Conditions

1.5 Summary

Fluid Type		Fluid Density	Gross Interval	6,376.0 (usft)-8,102.0 (usft	Start Date/Time	11/5/2012 12:00AM
Surface Press		Estimate Res Press	No. of Intervals	51	End Date/Time	11/5/2012 12:00AM
TVD Fluid Top		Fluid Head	Total Shots	177	Net Perforation Interval	59.00 (usft)
Hydrostatic Press		Press Difference	Avg Shot Density	3.00 (shot/ft)	Final Surface Pressure	
Balance Cond	NEUTRAL				Final Press Date	

2 Intervals

2.1 Perforated Interval

Date	Formation/	CCL@	CCL-T	MD Top	MD Base	Shot	Misfires/	Diamete	Carr Type /Stage No	Carri	Phasing	Charge Desc /Charge	Charge Reason	Misrun
	Reservoir	(usft)	S (usft)	(usft)	(üsft)	Density (shot/ft)	Add. Shot	r (n)		Size (in):	(°)	Manufacturer	Weight (gram)	
11/5/2012	MESAVERDE/	31885 FF 6535 - 544	in table	6,376.0	6,377.0			0.360	EXP/	3.375	120.00	C. SERTIMINARIA - EURIPPININZE	23.00 PRODUCTIO	
12:00AM										Andrews of Assessment of Asses			N	

2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
11/5/2012 12:00AM	MESAVERDE/		<u> </u>	6,400.0	6,401.0			0.360	EXP/	3.375	120.00	.,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,		PRODUCTIO N	
	MESAVERDE/			6,446.0	6,447.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
VII II III III II II II II II II II II I	MESAVERDE/	10. 1	-	6,514.0	6,515.0	3.00	11 mm - 1	0.360	EXP/	3.375	120.00	. 1700000 . 17000000	23.00	PRODUCTIO N	
	MESAVERDE/	11.000000	and the second	6,522.0	6,523.0	3.00	VIII VIII VIII VIII VIII VIII VIII VII	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
	MESAVERDE/	SOURCE STATE OF THE STATE OF TH	A Comment of the Comm	6,540.0	6,541.0	3.00	.,	0.360	EXP/	3.375	120.00			PRODUCTIO N	
	MESAVERDE/			6,547.0	6,548.0	3.00		0.360	EXP/	3.375	120.00			PRODUCTIO N	
	MESAVERDE/			6,595.0	6,596.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
	MESAVERDE/			6,612.0	6,613.0	3.00	ATTION I TANK N.	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
	MESAVERDE/			6,623.0	6,624.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
	MESAVERDE/			6,675.0	6,676.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
	MESAVERDE/		-	6,704.0	6,705.0	3.00	66 48 6866	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
	MESAVERDE/		Winest consequences	6,744.0	6,745.0	3.00		0.360	EXP/	3.375	120.00			PRODUCTIO N	
	MESAVERDE/			6,776.0	6,777.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	<i></i>
	MESAVERDE/			6,784.0	6,785.0	3.00		0.360	EXP/	3.375	120.00	V V	23.00	PRODUCTIO N	
man	MESAVERDE/			6,862.0	6,863.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	5
	MESAVERDE/			6,886.0	6,887.0	3.00	A. A	0.360	EXP/	3.375	120.00			PRODUCTIO N	
	MESAVERDE/			6,907.0	6,908.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	7
Face (1) (Association (Associati	MESAVERDE/			6,919.0	6,920.0	3.00		0.360	EXP/	3.375	120.00	A series of the	23.00	PRODUCTIO N	
CONTRACTOR OF THE CONTRACTOR	MESAVERDE/			6,976.0	6,977.0	3.00	1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1 1	0.360	EXP/	3.375	120.00			PRODUCTIO N	To the second of
	MESAVERDE/			7,072.0	7,073.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	ATT MERCHANISM MERCHANISM ATT AND MERCHANISM AT THE COMMAN
www	MESAVERDE/	S V V V V V V V V V V V V V V V V V V V		7,079.0	7,080.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	

2.1 Perforated Interval (Continued)

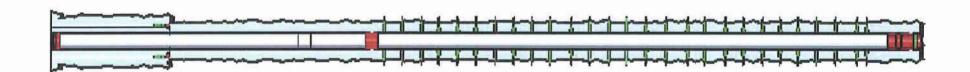
Date	Formation/ Reservoir	CCL@ (usft)	CCL-T) S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add, Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
11/5/2012 12:00AM	MESAVERDE/		1 (usir)	7,101.0	7,102.0		difarkiri akuditkeler i 73	0.360	EXP/	3.375	120.00	<u> </u>		PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,230.0	7,231.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,239.0	7,240.0	3.00	P() () () () () () () () () ()	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,283.0	7,284.0	3.00	THE STATE OF THE S	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,298.0	7,299.0	3.00	STEEDER MET I THE PERMIT TO AND A TO A SEA SHOULD SEE STEED THE SEE SEE SEE SEE	0.360	EXP/	3.375	120.00	50 T T T T T T T T T T T T T T T T T T T	23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,334.0	7,337.0	3.00		0.360	EXP/	3,375	120.00		23.00	PRODUCTIO N	and a state of the second
11/5/2012 12:00AM	MESAVERDE/			7,417.0	7,418.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,431.0	7,432.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,485.0	7,486.0	3.00		0.360	EXP/	3. 37 5	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,535.0	7,536.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/		V Commence of the Commence of	7,585.0	7,586.0	3.00	To the second se	0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/		-	7,592.0	7,594.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	***************************************
11/5/2012 12:00AM	MESAVERDE/	TO THE RESIDENCE OF THE PARTY O		7,638.0	7,639.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/	The state of the s	definition or supplied to the supplied of the	7,668.0	7,669.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	The state of the s
11/5/2012 12:00AM	MESAVERDE/			7,687.0	7,688.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/		THE THE PARTY OF THE	7,702.0	7,704.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	Maria de la facilità della facilità
11/5/2012 12:00AM	MESAVERDE/			7,738.0	7,740.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,782.0	7,783.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/		THE RESIDENCE OF THE PROPERTY	7,796.0	7,797.0	3.00		0.360	EXP/	3.375	120.00	-	23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/	4 4 6 6 7 7	NATION OF THE PARTY OF THE PART	7,812.0	7,813.0	3.00		0.360	EXP/	3,375	120.00		1	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,820.0	7,821.0	3.00		0.360	EXP/	3.375	120.00			PRODUCTIO N	

2.1 Perforated Interval (Continued)

Date	Formation/ Reservoir	CCL@ (usft)	CCL-T S (usft)	MD Top (usft)	MD Base (usft)	Shot Density (shot/ft)	Misfires/ Add. Shot	Diamete r (in)	Carr Type /Stage No	Carr Size (in)	Phasing (°)	Charge Desc /Charge Manufacturer	Charge Weight (gram)	Reason	Misrun
11/5/2012 12:00AM	MESAVERDE/			7,865.0	7,866.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,876.0	7,877.0	3.00		0.360	EXP/	3,375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,916.0	7,918.0	3.00		0.360	EXP/	3,375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			7,958.0	7,959.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			8,014.0	8,015.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			8,020.0	8,021.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			8,068.0	8,070.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	
11/5/2012 12:00AM	MESAVERDE/			8,100.0	8,102.0	3.00		0.360	EXP/	3.375	120.00		23.00	PRODUCTIO N	

3 Plots

3.1 Wellbore Schematic



Operation Summary Report

Well: NBU 1022-12K1BS GREEN		Spud Date: 4/24/2012
Project: UTAH-UINTAH	Site: NBU 1022-12F4 PAD	Rig Name No: GWS 1/1
Event: COMPLETION	Start Date: 11/5/2012	End Date: 12/10/2012
Active Datum: RKB @5 215 00usft (above I	Mean Sea IIM: SE/NW/0/10/S/22/E/12/	0/0/26/PM/N/2473/N/0/2350/0/0

Level)								
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
4/24/2012 4/25/2012	-							
11/5/2012	12:00 - 13:30	1.50	FRAC	33	С	P		FILL SURFACE CSG. MIRU B&C QUICK TEST. PSI TEST T/ 1000 PSI. HELD FOR 15 MIN LOST 15 PSI. PSI TEST T/ 3500 PSI. HELD FOR 15 MIN LOST 41 PSI. 1ST PSI TEST T/ 7000 PSI. HELD FOR 30 MIN LOST 82 PSI. NO COMMUNICATION OR MIGRATION WITH SURFACE CSG BLEED OFF PSI. MOVE T/ NEXT WELL. SWIFW
11/8/2012	7:00 - 15:00	8.00	FRAC	37		Р		PERF STG 1)PU 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 90 DEG PHASING. RIH PERF AS PER PERF DESIGN. POOH. SWIFW
11/12 / 2012	6:45 - 7:00	0.25	FRAC	48		Р		HSM. HIGH PSI LINES, AND WIRE LINE AWAIRNESS.

Operation Summary Report

Well: NBU 1022-12K1BS GREEN Spud Date: 4/24/2012 Project: UTAH-UINTAH Site: NBU 1022-12F4 PAD Rig Name No: GWS 1/1 Event: COMPLETION Start Date: 11/5/2012 End Date: 12/10/2012 Active Datum: RKB @5,215.00usft (above Mean Sea UWI: SE/NW/0/10/S/22/E/12/0/0/26/PM/N/2473/W/0/2359/0/0 Level)

Date	1000	Time art-End	Duration (hr)	Phase	Code	Sub	P/U	MD From Operation (usft)
7:0	00	- 18:00	11.00	FRAC	36	В	Р	PSI TEST LINES T/ 8000 PSI. LOST 70 PSI. BLEED

OFF PSI.

FRAC STG 1)WHP 1120 PSI, BRK 3252 PSI@4.7 BPM. ISIP 2550 PSI, FG. 0.75 CALC PERFS OPEN @ 48.5 BPM @ 5400PSI = 86% ISIP 2540 PSI, FG. 0.75, NPI -10 PSI. MP 6745 PSI, MR 49.6 BPM, AP 5099 PSI, AR 40.1 BPM, PUMPED 30/50 OWATTA SAND. SWI, XO T/ WL.

PERF STG 2)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7948' P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.

FRAC STG 2)WHP 2187 PSI, BRK 2785 PSI@4.7 BPM. ISIP 2345 PSI, FG. 0.73 CALC PERFS OPEN @ 50.4 BPM @ 4300PSI = 100% ISIP 2460 PSI, FG. 0.75, NPI 115 PSI. MP 5489 PSI, MR 50.6 BPM, AP 4228 PSI, AR 49.8 BPM, PUMPED 30/50 OWATTA SAND. SWI, XO T/ WIL.

PERF STG 3)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN. 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7770' P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.

FRAC STG 3)WHP 802 PSI, BRK 3409 PSI@4.7 BPM. ISIP 2595 PSI, FG. 0.77 CALC PERFS OPEN @ 50.1 BPM @ 4632PSI = 100% ISIP 2683 PSI, FG. 0.78, NPI 88 PSI. MP 4856 PSI, MR 50.2 BPM, AP 4419 PSI, AR 50.1 BPM, PUMPED 30/50 OWATTA SAND. SWI, XO T/ WL.

PERF STG 4)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7624' P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.

FRAC STG 4)WHP 1950 PSI, BRK 3059 PSI@4.7 BPM. ISIP 2091 PSI, FG. 0.71 CALC PERFS OPEN @ 49.8 BPM @ 4380PSI = 100% ISIP 2129 PSI, FG. 0.72, NPI 38 PSI. MP 4574 PSI, MR 50 BPM, AP 4059 PSI, AR 49.3 BPM, PUMPED 30/50 OWATTA SAND. SWIFN.

Operation Summary Report

Project: UTAH-U	JINTAH		Site: NIDI	 J 1022-12	E4 DAD		Spud Date: 4/2	-
Event: COMPLE								Rig Name No: GWS 1/1
				e: 11/5/20		NE IOO IE IA	NO 10 10 0 10 10 11 11 11 11	End Date: 12/10/2012
Active Datum: R Level)	KB @5,215.00usft (a	bove Mean Se	а	OVVI: SI	=/INVV/U/10	JISI22IE/11	2/0/0/26/PM/ N /2	2473/W/0/2359/0/0
Date Calculation	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
11/13/2012	8:35 - 18:00	9.42	FRAC	36	В	Р		PERF STG 5)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7367' P/U PERF AS PER DESIGN. POOH, XO T/ WL
								FRAC STG 5)WHP 1694 PSI, BRK 2128 PSI@4.7 BPM. ISIP 1758 PSI, FG. 0.67 CALC PERFS OPEN @ 55.6 BPM @ 4076PSI = 100% ISIP 2160 PSI, FG. 0.73, NPI 402 PSI. MP 4098 PSI, MR 55.6 BPM, AP 3893 PSI, AR 55.2 BPM, PUMPED 30/50 OWATTA SAND. SWI, XO T/ WL.
								PERF STG 6)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 7132' P/U PERF AS PER DESIGN. POOH. XO T/ FRAC.
								FRAC STG 6)WHP 771 PSI, BRK 2629 PSI@4.7 BPM. ISIP 1760 PSI, FG. 0.69 CALC PERFS OPEN @ 55.7 BPM @ 3900PSI = 100% ISIP 2233 PSI, FG. 0.75, NPI 473 PSI. MP 4210 PSI, MR 55.7 BPM, AP 3883 PSI, AR 55.6 BPM, PUMPED 30/50 OWATTA SAND. SWI, XO T/ WL.
								PERF STG 7)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 6815' P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.
								FRAC STG 7)WHP 712 PSI, BRK 1751 PSI@4.7 BPM. ISIP 1303 PSI, FG. 0.63 CALC PERFS OPEN @ 55.4 BPM @ 3785 PSI = 100% ISIP 2052 PSI, FG. 0.74, NPI 749 PSI. MP 4053 PSI, MR 55.4 BPM, AP 3757 PSI, AR 55.2 BPM, PUMPED 30/50 OWATTA SAND. SWIFN.
11/14/2012	8:00 - 15:00	7.00	FRAC	36	В	P		PERF STG 8)PU 4 1/2 8K HAL CBP & 3 1/8 EXP GUN, 23 GM, .36 HOLE SIZE. 120 DEG PHASING. RIH SET CBP @ 6578 P/U PERF AS PER DESIGN. POOH, XO T/ FRAC.
								FRAC STG 8)WHP 183 PSI, BRK 2129 PSI @ 4.7 BPM. ISIP 1369 PSI, FG .0.64, CALC PERFS OPEN @ 55.4 BPM @ 4198 PSI = 100% HOLES OPEN. ISIP 2187 PSI, FG .0.77, NPI 818 PSI. MP 4216 PSI, MR 55.4 BPM, AP 3945 PSI, AR 55.2 BPM, PUMPED
								30/50 OWATTA SAND. SWI, XÖ T/ WL.
								PU 4 1/2 8K HAL CBP. RIH SET KILL PLUG @ 6326'. POOH, SWI, DONE FRACING THIS WELL.
								TOTAL SAND = 158,500 LBS TOTAL CLFL = 8204 BBLS

				Opera	ation S	Summar	y Report					
Well: NBU 1022	2-12K1BS GREI	EN					Spud Date: 4/24/2012					
Project: UTAH-	JINTAH		Site: NBU	J 1022-12	2F4 PAD		Rig Name No: GWS 1/1					
Event: COMPLI	ETION		Start Date	e: 11/5/2	012		End Date: 12/10/2012					
Active Datum: F Level)	RKB @5,215.00	usft (above Mean S	ea	UWI: S	UWI: SE/NW/0/10/S/22/E/12/0/0/26/PM/N/2473/W/0/2359/0/0							
Date and a second	Time Start-Er	Duration d (hr)	Phase	Code	Sub Code	P/U	MD From Operation (usft)					
12/7/2012	10:00 - 17	7:00 7.00	DRLOUT	31	1	Р	3 OF 6, MIRU, SPOT EQUIP, ND WH, NU 10K BOP, RU FLOOR & TBG EQUIP, SPOT TBG TRAILER & INSTAL HAND RAILS, PU 3 7/8" BIT, POBS, TALLY & PU TBG, RU P/S, FILL TBG & BREAK CIRC, P/T BOP TO 3,000 PSI, TEST GOOD, READY TO D/O PLUGS ON MONDAY, DRAIN & WINTERIZE EQUIP, SWI, SDFWE.					
12/10/2012	7:00 - 7:	15 0.25	DRLOUT	48		P	HSM, SLIPS, TRIPS & FALLS, D/O PLUGS, LANDING TBG					

Well: NBU 1022-	12K1BS GREEN						Spud Date: 4/2	24/2012
Project: UTAH-U	INTAH		Site: NBL	J 1022-12	F4 PAD			Rig Name No: GWS 1/1
Event: COMPLE	TION		Start Dat	e: 11/5/20	012			End Date: 12/10/2012
Active Datum: RI Level)	KB @5,215.00usft (al	oove Mean S	ea	UWI: SE	E/NW/0/1	0/S/22/E	/12/0/0/26/PM/N/2	2473/W/0/2359/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	7:15 - 15:00	7.75	DRLOUT	44	С	Р		3 OF 6, SURFACE CSG VALVE OPEN & LOCKED, BREAK CIRC, D/O PLUGS.
								C/O 15' SAND, TAG 1ST PLUG @ 6,326' DRL PLUG IN 11 MIN. 200 PSI INCREASE RIH, CSG PRESS 0 PSI. ((WELL FLOWING ON IT'S OWN))
								C/O 20' SAND, TAG 2ND PLUG @ 6,578' DRL PLUG IN 10 MIN. 100 PSI INCREASE RIH, CSG PRESS 600 PSI.
								C/O 30' SAND, TAG 3RD PLUG @ 6,815' DRL PLUG IN 9 MIN. 500 PSI INCREASE RIH, CSG PRESS 300 PSI.
								C/O 25' SAND, TAG 4TH PLUG @ 7,132' DRL PLUG IN 8 MIN. 300 PSI INCREASE RIH, CSG PRESS 400 PSI.
								C/O 20' SAND, TAG 5TH PLUG @ 7,367' DRL PLUG IN 8 MIN. 200 PSI INCREASE RIH, CSG PRESS 600 PSI.
								C/O 25' SAND, TAG 6TH PLUG @ 7,624' DRL PLUG IN 9 MIN. 300 PSI INCREASE RIH, CSG PRESS 600 PSI.
								C/O 25' SAND, TAG 7TH PLUG @ 7,770' DRL PLUG IN 9 MIN. 400 PSI INCREASE RIH, CSG PRESS 500 PSI.
								C/O 20' SAND, TAG 8TH PLUG @ 7,948' DRL PLUG IN 8 MIN. 500 PSI INCREASE RIH, CSG PRESS 600 PSI.
								PBTD @ 8,465', BTM PERF @ 8,102', RIH TAGGED @ 8,375', 273' PAST BTM PERF W/ 264 JTS 2 3/8" L-80 TBG, LD 20 JTS, PU & STRIP IN TBG HANGER & LAND TBG W/ 244 JTS 2 3/8" L-80, EOT 7,759.40'.
								RD POWER SMVEL, FLOOR & TBG EQUIP, ND BOPS, NU WH, DROP BALL TO SHEAR OFF BIT 2,700 PSI, LET BIT FALL FOR 20 MIN. P/T FLOW LINE FROM WH TO HAL 9000 TO 3,000 PSI W/ RIG PUMP,

NOTE: PUMPED 64 BBLS TMAC & SCALE INHIB DOWN CSG TO TOP PERF @ 6,376'. MIXTURE 120 BBLS TMAC & 5 GALLON SCALE INHIB.

TURN OVER TO FLOW BACK CREW & SALES, RD & MOVE TO NEXT WELL ON PAD, DRAIN & WINTERIZE EQUIP, SDFN.

KB= 19'

4 1/16" CAMERON HANGER= .83'

NO VISIBLE LEAKS.

TBG

Operation Summary Report

Well: NBU 1022	2-12K1BS GREEN						Spud Date: 4/2	24/2012
Project: UTAH-I	UINTAH		Site: NBL	J 1022-12	F4 PAD			Rig Name No: GWS 1/1
Event: COMPLE	ETION	····	Start Date	e: 11/5/20)12			End Date: 12/10/2012
Active Datum: F Level)	RKB @5,215.00usft (a	above Mean Se	еа	UWI: SE	E/NW/0/1	0/S/22/E/1	2/0/0/26/PM/N/2	2473/W/0/2359/0/0
Date	Time Start-End	Duration (hr)	Phase	Code	Sub Code	P/U	MD From (usft)	Operation
	15:00 - 15:00	0.00	DRLOUT	50				DELIVERED 283 JTS 244 JTS 2 3/8" L-80 = 7,737.37' TBG USED 244 JTS POBS= 2.20' TBG RETURNED 39 JTS EOT @ 7,759.40' ((2 W/ BAD THREADS)) TWTR= 8,204 BBLS TWR= 3,500 BBLS TWLTR= 4,704 BBLS WELL TURNED TO SALES @ 1440 HR ON 12/10/2012 1300 MCFD, FCP 2200#, FTP 2195#, 20/64" CK.
12/11 / 2012	-							250. 5.0
12/20/2012	7:00 -			50				WELL IP'D ON 12/20/2012 - 2507 MCFD, 0 BOPD, 0 BWPD, CP 2358#, FTP 2022#, CK 20/64, LP 299#, 24 HRS



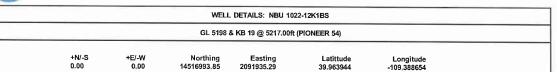
Site: NBU 1022-12F4 PAD Well: NBU 1022-12K1BS

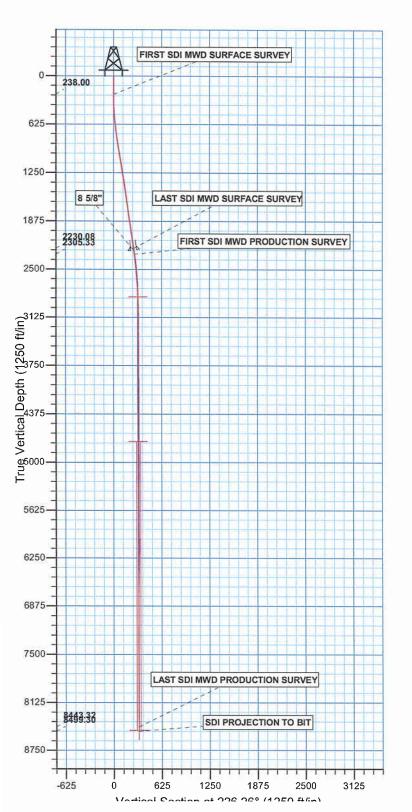
Wellbore: OH Design: OH

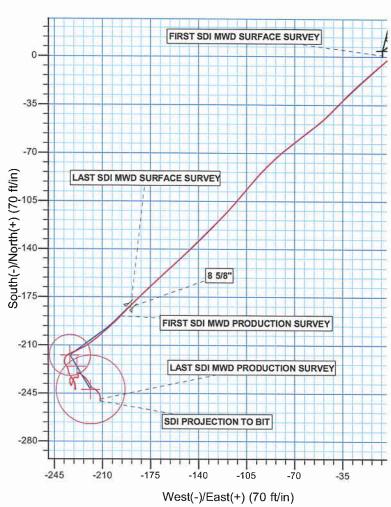


Azimuths to True North Magnetic North: 11.00°

> Magnetic Field Strength: 52303.3snT Dip Angle: 65.85° Date: 2011/08/26 Model: IGRF2010







PROJECT DETAILS: UTAH - UTM (feet), NAD27, Zone 12N

Geodetic System: Universal Transverse Mercator (US Survey Fee Datum: NAD 1927 (NADCON CONUS) Ellipsoid: Clarke 1866 Zone: Zone 12N (114 W to 108 W) Location: SECTION 12 T10S R22E

System Datum: Mean Sea Level

Design: OH (NBU 1022-12K1BS/OH)



US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N NBU 1022-12F4 PAD NBU 1022-12K1BS

OH

Design: OH

Standard Survey Report

29 June, 2012







Company: Project:

US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N

Site: Well: NBU 1022-12F4 PAD

NBU 1022-12K1BS

Wellbore: OHОН Design:

Local Co-ordinate Reference:

TVD Reference: **MD** Reference: North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-12K1BS

GL 5198 & KB 19 @ 5217.00ft (PIONEER 54)

GL 5198 & KB 19 @ 5217.00ft (PIONEER 54)

Minimum Curvature

EDM 5000.1 Single User Db

Project

UTAH - UTM (feet), NAD27, Zone 12N

Map System:

Universal Transverse Mercator (US Survey Feet)

Geo Datum: Map Zone:

NAD 1927 (NADCON CONUS) Zone 12N (114 W to 108 W)

System Datum:

Mean Sea Level

Site

NBU 1022-12F4 PAD, SECTION 12 T10S R22E

Site Position:

Northing:

14,516,999.17 usft

Latitude:

39.963959

From:

Lat/Long

Easting:

2,091,927.06 usft

Longitude:

-109.388683

Position Uncertainty:

0.00 ft

Slot Radius:

13.200 in

Grid Convergence:

1.04 °

Well

NBU 1022-12K1BS, 2473 FNL 2359 FWL

Well Position +N/-S

0.00 ft

Northing:

14,516,993.85 usft

Latitude:

39.963944

Position Uncertainty

0.00 ft 0.00 ft Easting:

2011/08/26

0.00

2,091,935.28 usft

11.00

Longitude:

-109.388654

IGRF2010

Wellhead Elevation:

ft

Ground Level:

5,198.00 ft

52,303

Wellbore

ОН

+E/-W

Magnetics

Model Name

Sample Date

Declination (°)

Dip Angle (°)

Field Strength

(nT)

Design

Audit Notes:

Version:

1.0

OH

0.00

Phase:

ACTUAL

Tie On Depth:

0.00

Vertical Section:

Depth From (TVD) (ft)

+N/-S (ft)

+E/-W (ft)

Direction **(°)**

65.85

226.26

Survey Program

Date 2012/06/29

From To (ft)

(ft) Survey (Wellbore) **Tool Name**

0.00

Description

10.00 2,325.00 2,249.00 Survey #1 SDI MWD SURFACE (OH) 8,522.00 Survey #2 SDI MWD PRODUCTION (OH) SDI MWD SDI MWD

SDI MWD - Standard ver 1.0.1 SDI MWD - Standard ver 1.0.1

1.42

1.40

Survey

Measured Depth (ft)	Inclination (°)	Azimuth (°)	Vertical Depth (ft)	+N/-S (ft)	+E/-W (ft)	Vertical Section (ft)	Dogleg Rate (°/100ft)	Build Rate (°/100ft)	Turn Rate (°/100ft)
0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
10.00	0.00	0.00	10.00	0.00	0.00	0.00	0.00	0.00	0.00
238.00	0.00	249.89	238.00	0.00	0.00	0.00	0.00	0.00	0.00
FIRST SDI W	IWD SURFACE S	SURVEY							
329.00	1.14	226.86	328.99	-0.62	-0.66	0.91	1.25	1.25	0.00
420.00	2.64	228.62	419.94	- 2.62	-2.89	3.90	1.65	1.65	1.93
514.00	5.19	228.44	513.71	-6.88	-7.70	10.32	2.71	2.71	-0.19
608.00	6.33	229.15	607.24	-13.09	-14.80	19.74	1.22	1.21	0.76
703.00	7.56	227 65	701 54	-20.72	-23.38	31 22	1.31	1 29	-1 58

797.00

8.88

226.33

794.57

-33.20

44.66

-29.90





Company: Project:

Site:

US ROCKIES REGION PLANNING UTAH - UTM (feet), NAD27, Zone 12N

NBU 1022-12F4 PAD NBU 1022-12K1BS

Well: Wellbore: OH Design: OH Local Co-ordinate Reference: TVD Reference:

MD Reference: North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-12K1BS

GL 5198 & KB 19 @ 5217.00ft (PIONEER 54) GL 5198 & KB 19 @ 5217.00ft (PIONEER 54)

Minimum Curvature

EDM 5000.1 Single User Db

Survey								i della d Della della del	
Measured			Mandage						
Depth	Inclination	Azimuth	Vertical Depth	+N/-S	+E/-W	Vertical Section	Dogleg Rate	Build Rate	Turn Rate
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(%100ft)	(°/100ft)
892.00	9.23	223.17	888.39	-40.52	-43.72	59.60	0.64	0.37	-3.33
986.00	8.88	231.70	981.22	-50.51	-54.57	74.35	1.47	-0.37	9.07
1,080.00	8.94	233.06	1,074.09	-59.40	-66.10	88.82	0.23	0.06	1.45
1,176.00	9.50	230.64	1,168.85	-68.91	-78.19	104.13	0.71	0.58	-2 .52
1,271.00	9.85	224.75	1,262.50	-79.65	-89.97	120.07	1.10	0.37	-6.20
1,366.00	8.88	220.80	1,356.23	- 90.97	-100.48	135.49	1.22	-1.02	-4.16
1,460.00	8.21	218.32	1,449.19	-101.73	-109.38	149.36	0.81	- 0.71	-2.64
1,553.00	7.83	223.52	1,541.28	-111.53	-117.86	162.27	0.88	-0.41	5.59
1,646.00	8.64	223.98	1,633.32	-121.15	-127.08	175.57	0.87	0.87	0.49
1,739.00	8.00	224.93	1,725.34	-130.76	-136.50	189.02	0.70	-0.69	1.02
1,833.00	8.30	225.83	1,818.39	-140.12	-145.98	202.35	0.35	0.32	0.96
1,929.00	8.56	226.78	1,913.35	-149.84	-156.16	216.42	0.31	0.27	0.99
2,025.00	8.53	228.80	2,008.29	-159.42	-166.72	230.68	0.31	-0.03	2.10
2,117.00	7.74	224.49	2,099.36	-168.34	-176.20	243.69	1.08	-0.86	-4.68
2,249.00	8.27	226.56	2,230.08	-181.20	-189.32	262.07	0.46	0.40	1.57
LAST SDIM	WD SURFACE S	URVEY							
2,325.00	7.83	223.33	2,305.33	-188.73	-196.84	272.70	0.83	-0.58	-4.25
FIRST SDI M	IWD PRODUCTI	ON SURVEY							
2,419.00	6.68	228.95	2,398.57	-196.98	-205.36	284.56	1.44	-1.22	5.98
2,514.00	5.63	229.04	2,493.03	-203.66	-213.05	294.73	1.11	-1.11	0.09
2,609.00	4.92	235.19	2,587.62	-209.04	-219.91	303.41	0.95	-0.75	6.47
2,704.00	3.78	245.56	2,682.35	-212.66	-226.11	310.39	1.45	-1.20	10.92
2,798.00	2.73	246.62	2,776.20	-214.83	-230.98	315.41	1.12	-1.12	1.13
2,893.00	1.58	245.21	2,871.13	-216.28	-234.25	318.77	1.21	-1.21	-1,48
2,988.00	1.67	219.99	2,966.09	-217.89	-236.33	321.39	0.75	0.09	-26.55
3,083.00	0.35	171.91	3,061.08	-219.24	-237.18	322.93	1.54	-1.39	-50.61
3,178.00	0.44	176.92	3,156.07	-219.89	-237.12	323.34	0.10	0.09	5.27
3,272.00	0,53	210.06	3,250.07	-220.63	-237.31	323.99	0.31	0.10	35.26
3,367.00	1.32	186.50	3,345.06	-222.09	-237.66	325.26	0.91	0.83	-24.80
3,462.00	0.97	127.97	3,440.04	-223.68	-237.15	325.98	1.22	-0.37	-61.61
3,557.00	1.03	152.62	3,535.03	-224.93	-236.12	326.11	0.45	0.06	25.95
3,651.00	0.88	152.75	3,629.01	-226.32	-235.40	326.55	0.16	-0.16	0.14
3,746.00	1.14	168.84	3,724.00	-227.90	-234.89	327.27	0.40	0.27	16.94
3,841.00	1.32	172.53	3,818.98	-229.91	-234.56	328.42	0.21	0.19	3.88
3,936.00	0.44	136.14	3,913.97	-231.26	-234.17	329.07	1.05	-0.93	-38.31
4,031.00	0.67	132.58	4,008.96	-231.90	-233.50	329.03	0.24	0.24	-3.75
4,125.00	0.88	142.12	4,102.95	-232.84	-232.66	329.07	0.26	0.22	10.15
4,220.00	1.14	148.27	4,197.94	-234.22	-231.71	329.34	0.30	0.27	6.47
4,315.00	1.14	151.96	4,292.92	-235.85	-230.77	329.79	0.08	0.00	3.88
4,410.00	0.09	338.03	4,387.91	-236.62	-230.35	330.02	1.29	-1.11	-183.08
4,505.00	0.35	176.40	4,482.91	-236.84	-230.36	330.18	0.46	0.27	-170.14
4,600.00	0.44	155.56	4,577.91	-237.46	-230.19	330.49	0.18	0.09	-21.94
4,695.00	0.35	160.57	4,672.91	-238.07	-229.95	330.73	0.10	-0.09	5.27
4,695.00	0.35	160.57	4,672.91	-238.07	-229.95	330.73	0.10	-0.09	5.27





Company: Project:

US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N

Site:

NBU 1022-12F4 PAD NBU 1022-12K1BS

Well: Wellbore:

ОН

Local Co-ordinate Reference:

TVD Reference:

MD Reference:

North Reference:

Survey Calculation Method:

Well NBU 1022-12K1BS

GL 5198 & KB 19 @ 5217.00ft (PIONEER 54)

GL 5198 & KB 19 @ 5217.00ft (PIONEER 54)

Minimum Curvature

esign: OH	<u>a ta ta kazaj</u> ka ta laj le ka k	awa ka saka ka sa sa saka		Database:		A STATE OF THE PARTY OF THE PAR	EDM 5000.1 Sir	igle User Db	
urvey			jari i saka saka Bali istopaka sak				a sa kalaban Janan Julian Kalaban		
Measured			Vertical			Vertical	Dogleg	Build	Turn
Depth	Inclination	Azimuth	Depth	+N/-S	+E/-W	Section	Rate	Rate	Rate
(ft)	(°)	(°)	(ft)	(ft)	(ft)	(ft)	(°/100ft)	(°/100ft)	(°/100ft)
				tigen in the state of the					, ,,,,,,,
4,789.00	0.70	184.04	4,766.90	-238.91	- 229.89	331.27	0.43	0.37	24.97
4,884.00	0.83	175.54	4,861.90	-240.18	-229.88	332.14	0.18	0.14	-8.95
4,979.00	1.23	179.91	4,956.88	-241.88	- 229.82	333.28	0.43	0.42	4.60
5,074.00	0.87	28.54	5,051.87	-242.27	- 229.48	333.30	2.14	-0.38	-159.34
5,169.00	1.86	338.39	5,146.85	-240.20	-229.70	332.03	1.54	1.04	-52.79
5,264.00	1.60	343.78	5,241.80	-237.49	-230.64	330.83	0.32	-0.27	5.67
5,359.00	1.17	332.43	5,336.78	-235.36	-231.46	329.95	0.53	-0.45	-11.95
5,453.00	0.62	337.94	5,430.77	-234.04	-232.09	329.50	0.59	-0.59	5.86
5,548.00	0.44	277.56	5,525.76	-233.51	-232.65	329.53	0.58	-0.19	-63.56
5,642.00	0.44	221.66	5,619.76	-233.74	-233.25	330.12	0.44	0.00	-59.47
5,737.00	0.53	189.75	5,714.76	-234.44	-233.56	330.84	0.30	0.09	-33.59
5,831.00	0.70	180.17	5,808.75	-235.44	-233.64	331.58	0.21	0.18	-10.19
5,927.00	0.84	172.83	5,904.74	-236.73	-233.55	332.41	0.18	0.16	-10.19 -7.65
6,022.00	1.14	161.98	5,999.73	-238.32	-233.17	333,23	0.10	0.13	
6,117.00	0.35	136.23	6,094.72	-239.43	-232.68	333.64	0.88		-11.42
0,117100	0.00	100.20	0,034.72	-200.40	-232.00	333.04	0.00	-0.83	-27.11
6,212.00	1.32	10.19	6,189.71	-238.56	-232.28	332.76	1.63	1.02	-132.67
6,306.00	1.32	19.77	6,283.69	-236.47	-231.73	330.92	0.23	0.00	10.19
6,401.00	0.97	22.94	6,378.67	234.70	-231.04	329.20	0.37	-0.37	3.34
6,496.00	0.70	48.95	6,473.66	-233.58	-230.29	327.88	0.48	-0.28	27.38
6,591.00	0.70	106.08	6,568.65	-233.36	-229.30	327.01	0.70	0.00	60.14
6,685.00	0.70	110.21	6,662.64	-233.72	-228.21	326.47	0.05	0.00	4.39
6,780.00	0.44	28.74	6,757.64	-233.60	-227.49	325.86	0.81	-0.27	-85.76
6,875.00	1.23	351.47	6,852.63	-232.27	-227.46	324.93	0.97	0.83	-39.23
6,970.00	0.88	351.30	6,947.61	-230.54	-227.72	323.92	0.37	-0.37	-0.18
7,065.00	0.26	84.02	7,042.61	-229.80	-227.62	323.33	0.98	-0.65	97.60
7,159.00	0.62	132.19	7,136.61	-230.12	-227.03	323.13	0.52	0.38	51.24
7,254.00	0.62	123.84	7,231.60	-230.75	-226.22	322.98	0.10		
7,349.00	0.88	127.62	7,326.59	-231.48	-225.22	322.96	0.10	0.00 0.27	-8.79 3.98
7,444.00	1.23	127.00	7,421.58	-232.54	-223.83	322.70	0.28	0.27	3.98
7,539.00	1.41	136.58	7,516.55	-234.00	-222.21	322.33	0.30	0.37	-0.65 10.08
7,633.00	2.02	140 50	7 610 51	226.07	220 57	202.70	0.70	0.05	
7,728.00	2.02 2.29	149.50 148.53	7,610.51	-236.27	-220.57	322.72	0.76	0.65	13.74
7,728.00			7,705.44	-239.33	-218.73	323.50	0.29	0.28	-1.02
	0.35	116.01	7,800.41	-241.08	-217.48	323.81	2.11	-2.04	-34.23
7,918.00	0.79	116.19	7,895.41	-241.49	-216.63	323.48	0.46	0.46	0.19
8,012.00	0.97	115.24	7,989.40	-242.12	-215,33	322.97	0.19	0.19	-1.01
8,107.00	0.97	137.02	8,084.39	-243.05	-214.06	322.70	0.39	0.00	22.93
8,202.00	0.93	144.27	8,179.37	-244.26	-213.06	322.81	0.13	-0.04	7.63
8,297.00	0.88	141.59	8,274.36	-245.46	-212.15	322.99	0.07	-0.05	-2.82
8,392.00	1.41	180.88	8,369.34	-247.20	-211.72	323.88	0.97	0.56	41.36
8,466.00	1.58	175.87	8,443.32	-249.13	-211.66	325.17	0.29	0.23	-6.77
LAST SDI M	WD PRODUCTI	ON SURVEY							
8,522.00	1.58	175.87	8,499.30	-250.67	-211.55	326.15	0.00	0.00	0.00
-,			.,			525.15	0.00	0.00	0.00





Company: Project: US ROCKIES REGION PLANNING

UTAH - UTM (feet), NAD27, Zone 12N

 Site:
 NBU 1022-12F4 PAD

 Well:
 NBU 1022-12K1BS

Wellbore: OH Design: OH Local Co-ordinate Reference:

TVD Reference:
MD Reference:
North Reference:

Survey Calculation Method:

Database:

Well NBU 1022-12K1BS

GL 5198 & KB 19 @ 5217.00ft (PIONEER 54) GL 5198 & KB 19 @ 5217.00ft (PIONEER 54)

True

Minimum Curvature

EDM 5000.1 Single User Db

Measured	Vertical	Local Coo	rdinates	
Depth (ft)	Depth (ft)	+N/-S (ft)	+E/-W (ft)	Comment
238.00	238.00	0.00	0.00	FIRST SDI MWD SURFACE SURVEY
2,249.00	2,230.08	-181.20	-189.32	LAST SDI MWD SURFACE SURVEY
2,325.00	2,305.33	- 188.73	-196.84	FIRST SDI MWD PRODUCTION SURVEY
8,466.00	8,443.32	-24 9.13	- 211.66	LAST SDI MWD PRODUCTION SURVEY
8,522.00	8,499.30	-250.67	-211.55	SDI PROJECTION TO BIT

Checked By:	Approved By:	Date:
1 '	pp. 0.00 by.	Date.